

Annual Report 2016/2017

Investment Company under Luxembourg Law (SICAV)

R.C.S. Luxembourg N° B 66 323

Audited annual report as of 30 September 2017

DIGITAL FUNDS

DIGITAL FUNDS Stars Europe

DIGITAL FUNDS Stars Europe Ex-UK

DIGITAL FUNDS Stars Europe Smaller Companies

Audited annual report as of 30 September 2017

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Sales restrictions

Shares of this Fund may not be offered, sold or distributed within the United States of America.

Management and Administration

Annual Report as of 30 September 2017
DIGITAL FUNDS

Registered Office

(until 30 September 2017)
33A, avenue J.F. Kennedy
L-1855 Luxembourg
R.C.S. Luxembourg N° B 66 323

(since 1 October 2017)
2C, rue Albert Borschette, L-1246 Luxembourg
R.C.S. Luxembourg B 129 936

Board of Directors

Jacques Chahine, Chairman
CEO J.Chahine Capital
Luxembourg

Pierre-Antoine Boulat, Director
Managing Director
UBS Fund Services (Luxembourg) S.A.
Luxembourg

Alicia Zemanek, Director
Executive Director
UBS Europe SE, Luxembourg Branch
Luxembourg

François Garcin, Director
General Manager Director
J.Chahine Capital, Luxembourg

Management Company

J.Chahine Capital
10, boulevard Roosevelt, L-2450 Luxembourg

Depository and paying agent

UBS Europe SE, Luxembourg Branch
33A, avenue J.F. Kennedy
L-1855 Luxembourg

Central Administration

(until 30 September 2017)
UBS Fund Services (Luxembourg) S.A.
33A, avenue J.F. Kennedy
L-1855 Luxembourg

(since 1 October 2017)
Northern Trust Global Services Limited
Luxembourg Branch
6, rue Lou Hemmer
L-1748 Sennigerberg

Auditor of the Fund

PricewaterhouseCoopers, Société coopérative
2, rue Gerhard Mercator, B.P. 1443 L-1014 Luxembourg

Sale in Switzerland

Representative
Carnegie Fund Services S.A.
11, rue du Général-Dufour, CH-1204 Geneva

Paying Agents
UBS Switzerland AG, Bahnhofstrasse 45, CH-8001 Zurich
and its offices in Switzerland

The sales prospectus, the KIID, the articles of association of the Fund, the annual and semi-annual reports as well as the portfolio movements of the Fund mentioned in this publication are available free of charge from UBS Switzerland AG, Postfach, CH-8001 Zurich, and from the representative of the Fund: Carnegie Fund Services S.A., 11, rue du Général-Dufour, CH-1204 Geneva, Suisse, tel: +41 (0) 22 705 11 78, fax + 41 (0) 22 705 11 79, www.carnegie-fund-services.ch.

Sale in Germany

Sales support and information agent
UBS Europe SE, Bockenheimer Landstr. 2-4
D-60306 Frankfurt am Main

Sales agency, paying and information agent
UBS Europe SE, Bockenheimer Landstr. 2-4
D-60306 Frankfurt am Main

The sales prospectus, the KIID, the articles of association of the Fund, the annual and semi-annual reports as well as the portfolio movements of the Fund mentioned in this publication are available free of charge from UBS Europe SE, Bockenheimer Landstrasse 2-4, D-60306 Frankfurt am Main.

Sale in Austria, in Belgium, in France, in Italy, in Luxembourg, in Spain, in Sweden and in the United Kingdom

Shares of this Fund may be sold in these countries except DIGITAL FUNDS Stars Europe Smaller Companies which is only registered in Luxembourg.

The sales prospectus, the KIID, the articles of association of the Fund, the annual and semi-annual reports as well as the portfolio movements of the Fund mentioned in this publication are available free of charge at the registered office of the Fund.

Features of the Fund

Annual Report as of 30 September 2017
DIGITAL FUNDS

DIGITAL FUNDS (the "Fund") is an investment company incorporated on 21 September 1998 and registered in Luxembourg for an unlimited duration as a "société anonyme" with the status of an "Investment Company with Variable Capital" under the Luxembourg law of 17 December 2010 on Collective Investment Undertakings (the "Law" or the "UCI Law") as amended and under the Luxembourg law of 10 August 1915 on Commercial Companies, as amended. The Fund is submitted to Part I of the Law.

The Fund is organized as an "Umbrella Fund". An "Umbrella Fund" is one single entity comprising several subfunds within each of which various classes (the "Class" or the "Classes") of Shares might be launched, for example accumulation shares/distribution shares, different reference currency. Each subfund constitutes a separate portfolio of assets (invested in accordance with the particular investment features applicable to this subfund) and liabilities (referred to hereafter as "subfund" or "subfunds").

The Board of Directors reserves the right to launch new subfunds at any time. The particulars and investment policy of such subfunds are to be communicated through a revised prospectus. Furthermore, the investors may be informed through a newspaper announcement, if deemed appropriate by the Board of Directors. In compliance with the regulations laid down in Chapter 17 "Liquidation and merger of the Fund and its subfunds", the Board of Directors reserves the right to liquidate certain subfunds.

Following an extraordinary general meeting of the shareholders held on 20 December 2011, the Articles of Incorporation of the Fund (the "Articles of Incorporation") were amended in order to have the Fund regulated by the Part I of the amended Luxembourg law of 17 December 2010 on undertakings for collective investment (the "Amendments to the Articles of Incorporation").

The Articles of Incorporation have been published for the first time in the *Mémorial C, Recueil des Sociétés et Associations* (the "Mémorial") on 4 November 1998. The Articles of Incorporation have been deposited with the Registrar of the Luxembourg District Court. The Amendments to the Articles of Incorporation were published in the *Memorial* on 19 January 2012. These documents are available for review and copies can be obtained on payment of applicable charges. The Fund is registered at the Luxembourg Register of Commerce under the number B 66.323. The registered office of the Fund is established at 33A avenue J.F. Kennedy, L-1855 Luxembourg. At the time of

incorporation, the corporate capital amounted to FRF 275.000. The capital of the Fund is at all times equal to the total of net assets of the different subfunds and is represented by the issued Shares, without designation of the nominal value and fully paid up. Variations in the capital of the Fund can take place without the need for publication or registration in the Register of Commerce.

As at 30 September 2017, the following subfunds are active:

DIGITAL FUNDS Stars Europe

The objective of DIGITAL FUNDS Stars Europe (referred to herein as the "subfund" or "DIGITAL FUNDS Stars Europe") is to achieve long-term appreciation of its capital and to outperform the broad European markets, through the use of a sophisticated quantitative model to identify the "stars" performers. The subfund's benchmark is the MSCI Europe Small Cap Index despite the fact that the subfund's objective is to outperform Large Caps indices when this segment is favorable to investors.

DIGITAL FUNDS Stars Europe Ex-UK

The objective of DIGITAL FUNDS Stars Europe Ex-UK (referred to herein as the "subfund" or "DIGITAL FUNDS Stars Europe Ex-UK") is to achieve long-term appreciation of its capital and to outperform the broad European markets (excluding United Kingdom), through the use of a sophisticated quantitative model to identify the "stars" performers. The subfund's benchmark is the MSCI Europe Ex-UK Small Cap Index (in USD converted into EUR) despite the fact that the subfund's objective is to outperform Large Caps indices when this segment is favorable to investors.

DIGITAL FUNDS Stars Europe Smaller Companies

The objective of DIGITAL FUNDS Stars Europe Smaller Companies (referred to herein as the "subfund" or "DIGITAL FUNDS Stars Europe Smaller Companies") is to achieve long-term appreciation of its capital and to outperform the European Small Cap markets, through the use of a sophisticated quantitative model to identify the "stars" performers. The subfund's benchmark is the MSCI Europe Small Cap Index.

The financial year of the Fund starts on the first of October and ends on the thirty of September of the next year.

All Classes of Shares are receivable to be listed on the Luxembourg Stock Exchange. The Board of Directors decided on 13 September 2012 to remove all listed share classes from the listing as per 1 January 2013.

The Annual General Meeting of shareholders (the "AGM") is held each year at the registered office of the Fund or at any other address in Luxembourg specified in the notice of meeting. The AGM will be held on the second Wednesday of March at 11:00 a.m. If this date is not a business day in Luxembourg, the AGM will be held on the following business day in Luxembourg.

Each share is entitled to one vote at each general meeting of shareholders and at each meeting of the relevant class. Fractions of shares do not give any voting rights. Any amendment to the Articles of Incorporation involving a variation of the rights of a category of shares will have to be approved by a resolution of a meeting of the shareholders of the Fund and shareholders of the relevant category.

Only the information contained in the sales prospectus and in one of the documents referred to therein shall be deemed to be valid.

The annual and semi-annual reports are available free of charge to shareholders at the registered office of the Fund and the Depositary.

No subscription may be accepted on the basis of the financial reports. Subscriptions are accepted only on the basis of the current prospectus accompanied by the latest annual report and the latest semi-annual report if available.

The figures stated in this report are historical and not necessarily indicative of future performance.

Directors' Report

Annual Report as of 30 September 2017
DIGITAL FUNDS

Financial markets continued to lack direction in October 2016. The positive effect of the rise in oil prices, following the surprise decision from OPEC to reduce production, was quickly dispelled by other factors: mixed U.S. Statistics (job creation in line with expectations, along with a slight increase to 5% of the unemployment rate) and by a confirmation of the slowdown in China with a net decline in exports and a decline in imports. In addition, Theresa May's speech at the beginning of month, advocating a hard "Brexit", pushed the British Pound to its lowest point since 1985, and this without even considering the level reached during the flash crash of the night of Thursday 6th - Friday 7th October.

In this gloomy environment, financials were well positioned, driven by the prospect of monetary tightening by the Fed in December and bolstered by improved inflation. Investors were also reassured by the probable election of Hillary Clinton, despite the reopening at the end of the month of the investigation into her emails. The publication of the results of US companies was also a good surprise.

Financial markets continued to lack direction in November, but not without excitement along the way! Catalysts were abundant: US election uncertainty, the prospect of rising U.S. interest rates and a sharp decline in the price of oil. It was the announcement of a record increase in U.S crude inventories which triggered a 10% price collapse between 27 October and 3 November. Equities overall reacted positively to the election of Donald Trump, yet in the hours following the result, the decline was significant, during which time havens like precious metals were given a short-lived boost. The positive surprise which reversed the initial trend was the president elect's civilized speeches, in contrast to his outrageous campaign and a pro-business policy (tax cuts, a new public spending plan, more freedom for companies). We have seen a rebound of the cyclical and financials at the expense of defensive stocks, and a rise of the Dollar and interest rates.

Markets continue to rise in December. The voluntarist and pro-business policy of Donald Trump has changed expectations, raising fears of a return of inflation and leading to a strong rise in U.S. interest rates and of the Dollar. This has led to an arbitrage of bonds in favor of stocks and a boost for financial equities, delivering excellent performances. This year-end rally did not blink when Italians were polled and 60% rejected constitutional reform, triggering the resignation of Matteo Renzi. Far from creating panic, the materialization of

what was seen beforehand as a risk, was once more followed by a positive market response (especially on Italian Banks, despite a massive recapitalization of Unicredit!), investors being confident in the unconditional support by the ECB of the financial sector. The announcement by Draghi of a slight reduction in quantitative easing, whilst extending it until December 2017 (at the earliest) was also welcomed.

At the end, the STOXX Europe 600 had generated a Q4 performance of +5.4% (in euros) and the S&P 500 +3.3% (in USD).

2017 kicked off in a bullish mood, influenced by strong US data: increase of the ISM Manufacturing index and better than expected wages and salaries growth. Then the inauguration of Donald Trump monopolised attention. Despite the protectionism and brutality of his first decisions, the prospect of tax cuts, reductions in regulatory constraints weighing on businesses (including financials), and investment in infrastructure has continued to support financial markets and powered the Dow Jones above 20 000 points. US company results announced for the 4th quarter 2016 were also positive. The intransigence of Theresa May to conduct a hard Brexit has had little impact.

US macroeconomic statistics remained well oriented with unemployment registrations below expectations and significant job creation. Around the world, we observed an increase of growth and inflation forecasts, forgetting totally about the fears of deflation of the previous years. Metal prices increased sharply, returning to levels last seen at the end of 2014. The price of a barrel of Brent has stabilized between 50 and 60 dollars, boosted in February by the announcement that the members of OPEC had, in January, completed 90% of production cuts planned by the agreement signed between producer countries at the end of 2016. To add to this idyllic picture, the protectionist rhetoric of Donald Trump softened towards China and Japan.

Supported early March by Donald Trump's 'normal' speech to Congress (confirming his project of deregulation and tax relief), and by good macroeconomic statistics (American, European and Chinese PMIs above expectations), the financial markets then paused, waiting for monetary policy meetings of the FED and the ECB. If European rates have remained unchanged, banks in the euro area had on March 23rd their last occasion to participate in a T-LTRO. Unsurprisingly, the FED raised its rates mid-March by a quarter-point and is anticipating two new increases in 2017, being

optimistic on growth despite political uncertainties. All of which the markets have appreciated.

End of the month, Trump's inability to unite its majority in Congress to reform Obamacare, sowed confusion, quickly dispelled by the willingness to move on and concentrate on the tax reform. Meanwhile, In Europe, neither the official launch of the Brexit procedure, nor the prospect of a referendum on the independence of Scotland, nor the uncertainties arising from the election campaign in France had real influence. The trend remained bullish with low volatility (the volatility index, VIX, operating within a low range, between 11 and 13).

The STOXX Europe 600 had generated a Q1 2017 performance of +5.5% (in euros) and the S&P 500 +5.5% (in USD).

The markets were hesitant at the beginning of April, affected by geopolitical uncertainties: intervention of Trump in Syria who confirmed his unpredictability, tensions between the United States and North Korea or Russia, delay of Trump's tax reforms and, above all, fear of extreme right or extreme left winning the French presidential election.

What allowed the European markets to regain momentum is the first place in the first round of the French presidential election of Emmanuel Macron, the pro-European and pro-establishment candidate. The CAC 40 jumped 4% the next Monday, the 10-year French rate fell from 0.94% to 0.83% and the Euro broke through the \$1.09 level.

The geopolitical situation became more chaotic during mid-May. By dismissing the Director of the FBI, James Comey, the US president Donald Trump, suspected of wanting to hinder the federal police investigation on possible links between his team and Russia, has triggered a political and media storm. The belief that this may divert Trump from the expectations of investors, particularly tax reform, caused markets to correct strongly. The dollar sank and the Euro broke through the threshold of USD 1.10. Meanwhile, the Brazilian stock exchange lost 10 percent in one day, and the real fell 7% as a result of the corruption scandal affecting the Brazilian president Michel Temer.

We had to wait until June to get the first negative month of the year. The failure of Theresa May to get an absolute majority had only little influence on financial markets, impact was limited to a further decline

in the British pound. It was, in fact, concerns about the valuation of US technology stocks which generated the first tremor. NASDAQ, flying from record to record, suffered a sudden downturn on Friday 12th, losing -1.8% on the day (and -2.7% for the S&P 500 Technology focused on the "FAANG"). This triggered a decline of the other markets and particularly their technology sectors (-3.8% for the STOXX Europe 600 Technology by the following Monday). The drop of the oil price also weighed on the trend.

The end of June witnessed pressure on long rates on both sides of the Atlantic. This unnerved the markets somewhat and equities corrected again. Janet Yellen has said that valuations are high, while Mario Draghi has warned that investors should be prepared for monetary policy normalization if the economy continues to recover. And indeed, the Euro zone economies recovery is confirmed. The GDP 2017 is now expected to grow by 1.8% according to strategists.

The STOXX Europe 600 had generated a Q2 2017 performance of -0.5% (in euros) and the S&P 500 +2.6% (in USD).

Pressure on long rates, on both sides of the Atlantic, have worried investors beginning of July. The minutes of the latest ECB rates meeting suggested a less accommodating tone, confirming the normalisation of monetary policy (if the economy continues its recovery) as mentioned in late June by Mario Draghi. The 10-year German Bund, has reached its highest level since 2015, close to 0.6%. These fears on rates, however, were offset by very good indicators of activity. Oil prices recovered due to a decline in U.S. production and stocks. Brent is back above USD 50 a barrel. The mid-July announcement of Janet Yellen, that monetary tightening would be gradual and measured, has reassured investors and markets resumed their upwards momentum. The VIX fell to 9.2%, below the previous record (9.5%) from December 1993. The Euro continued its rise, exceeding USD 1.17, despite the cautious rhetoric of Draghi.

The markets were early August supported by the results announcement of U.S. Companies (74% of them have surprised positively, including Apple) and good macro-economic statistics: the U.S. economy created 209 000 jobs in July whilst analysts were expecting 180 000, U.S. trade deficit lowered and economic growth in the Euro area remained strong during the second quarter at 0.6%. Then the verbal escalation between Donald Trump, who promises

“fire and fury”, and North Korea, which has said it is ready to fire missiles at U.S. military facilities on the island of Guam, caused turmoil. The VIX jumped more than 45% exceeding 16%.

In addition, there are doubts in the ability of the president to implement economic reforms. This followed rumors of the resignation of his economic adviser, Gary Cohn, after new controversy born with the drama of Charlottesville, and further to the departure of significant leaders from the advisory committees set up to advise the White House on economic and industrial policy.

The month ended with the Jackson Hole meeting. It did not produce any major announcements, but Fed caution over monetary policy and Mario Draghi's positive speech on Eurozone recovery widened the gap between the dollar and the euro (EUR/USD at 1.20). The Fed's hesitation on additional rate hikes and an unexpected drop in the inflation rate have triggered a fall in long rates and the yield curve flattening, leaving the 30-year Treasury at 2.75%. Monetary policy normalisation is on the agenda worldwide.

Despite rising tensions between North Korea and the United States, financial markets resumed their progress in September. The stocks to the energy sector contributed positively. Oil continued its rebound with the resumption of activity in the Gulf of Mexico refineries affected by Hurricane Harvey and with the rumors that OPEC and its allies would be willing to extend production reductions beyond March 2018. In addition, the International Energy Agency (IEA) revised upward its growth forecast of oil world demand for 2017. The announcement by the US federal reserve of the gradual reduction of the size of its balance sheet (10 billions per month from October for a quarter, then 10 billions more per month each new quarter, to reach the monthly limit of 50 billions per month in a year) and its willingness to proceed with a rates increase in December had little impact on markets ready for monetary policy normalization. The unconvincing victory of Angela Merkel, who needed to build a difficult coalition, and the Catalan referendum have slightly affected the Euro but not the equity market!

The STOXX Europe 600 had generated a Q3 2017 performance of +2% (in euros) and the S&P 500 +4% (in USD).

In this bullish environment, DIGITAL FUNDS Stars Europe, DIGITAL FUNDS Stars Europe Ex-UK and

DIGITAL FUNDS Stars Europe Smaller Companies achieved very positive returns for the fiscal year [30 September 2016-30 September 2017], with an outperformance against small-cap and large-cap indices.

DIGITAL FUNDS Stars Europe is having assets totaling EUR 430.3 Million at 30 September 2017. Over the past fiscal year, this “all cap” subfund returned +22.6% in Euro terms (for the Acc share class) versus +17.5% for MSCI Europe Small Cap and +13.2% for STOXX Europe 600. An excellent stock picking and our overweight Technology and Industrials explains the good performance of the fund.

The last rebalancing selected stocks in the sectors of Industrials, Construction, Healthcare and Air Transport. We sold mainly Insurances. The funds remain positioned on growth stocks; overweight in Technology, Industrials and Healthcare, and underweight in Real Estate, Telecom and Basic Materials. The weight of UK companies in DIGITAL FUNDS Stars Europe slightly increases to 20 percent of the Fund. The ex-ante tracking error remains low at 4.62%, due to reasonable volatility, and beta increased at 1.03.

DIGITAL FUNDS Stars Europe Ex-UK is the first subfund in terms of size (EUR 436.5 Million as of 30 September 2017). During the fiscal year, it returned +25.4% (for the Acc Share class) versus +20.7% for its benchmark MSCI Europe ex UK Small Cap and +19.6% for the Euro STOXX.

The DIGITAL FUNDS Stars Europe Ex-UK fund profile is similar to that of DIGITAL FUNDS Stars Europe. The fund remain positioned on growth stocks; overweight in technology, financials (especially Banks) and underweight in real estate, telecom and basic materials. The ex-ante tracking error of DIGITAL FUNDS Stars Europe Ex-UK remains low at 4.32% due to reasonable volatility, beta is at 1.12.

DIGITAL FUNDS Stars Europe Smaller Companies was launched on December 16th, its AUM is currently EUR 21Mio. Focused on the small and mid caps, the fund displays since launch a performance of +32.2% as of 30 September 2017. The fund remains overweight in IT stocks and Industrials, and underweight in Real Estate, Financials and Materials. The fund is exposed to equities at 99.9%.

The board of directors, 6 October 2017.

Audit report



To the Shareholders of

DIGITAL FUNDS

Our opinion

In our opinion, the accompanying financial statements give a true and fair view of the financial position of DIGITAL FUNDS and of each of its subfunds (the “Fund”) as at 30 September 2017, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

What we have audited

The Fund’s financial statements comprise:

- the statement of net assets as at 30 September 2017;
- the statement of investments in securities and other net assets as at 30 September 2017;
- the statement of operations for the year then ended;
- the statement of changes in net assets for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies.

Basis for opinion

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession (Law of 23 July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the “Commission de Surveillance du Secteur Financier” (CSSF). Our responsibilities under those Law and standards are further described in the “Responsibilities of

the “Réviseur d’entreprises agréé” for the audit of the financial statements” section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants’ Code of Ethics for Professional Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements. We have fulfilled our other ethical responsibilities under those ethical requirements.

Other information

The Board of Directors of the Fund is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our audit report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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Cabinet de révision agréé. Expert-comptable (autorisation gouvernementale n°10028256)
R.C.S. Luxembourg B 65 477 - TVA LU25482518



Responsibilities of the Board of Directors of the Fund and those charged with governance for the financial statements

The Board of Directors of the Fund is responsible for the preparation and fair presentation of the financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the Fund determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors of the Fund is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Fund either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

Responsibilities of the "Réviseur d'entreprises agréé" for the audit of the financial statements

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an audit report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional scepticism throughout the audit.

We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control;
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Fund;
- conclude on the appropriateness of the Board of Directors of the Fund's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our audit report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our audit report. However, future events or conditions may cause the Fund to cease to continue as a going concern;
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Luxembourg, 22 January 2018

PricewaterhouseCoopers, Société coopérative
Represented by

A handwritten signature in blue ink, consisting of a large, stylized loop followed by a horizontal line.

Patrick Ries

Consolidated Statement of Net Assets

	EUR
Assets	30.9.2017
Investments in securities, cost	693 121 919.82
Investments in securities, unrealized appreciation (depreciation)	167 581 917.87
Total investments in securities (Note 1)	860 703 837.69
Cash at banks, deposits on demand and deposit accounts	31 070 376.82
Other liquid assets (Margins)	1 503 463.65
Receivable on securities sales (Note 1)	9 676 699.78
Receivable on subscriptions	1 008 210.31
Interest receivable on liquid assets	4 104.70
Receivable on dividends	844 999.23
Unrealized gain (loss) on financial futures (Note 1)	565 500.00
Unrealized gain (loss) on forward foreign exchange contracts (Note 1)	-41 960.03
Total Assets	905 335 232.15
Liabilities	
Bank overdraft	-21 605.45
Interest payable on bank overdraft	-32.69
Payable on securities purchases (Note 1)	-9 637 031.16
Payable on redemptions	-585 608.05
Provisions for management fees (Note 2)	-953 980.49
Provisions for administration fees (Note 2)	-5 905.60
Provisions for performance fees (Note 2)	-6 102 414.84
Provisions for depositary fees (Note 2)	-47 555.60
Provisions for taxe d'abonnement (Note 3)	-91 239.19
Provisions for audit fees, legal and economic advice (Note 2)	-36 266.83
Provisions for other commissions and fees (Note 2)	-17 160.12
Total provisions	-7 254 522.67
Total Liabilities	-17 498 800.02
Net assets at the end of the financial year	887 836 432.13

Consolidated Statement of Operations

	EUR
Income	1.10.2016-30.9.2017
Interest on liquid assets	14 518.04
Interest on securities	8 167.84
Dividends	14 109 440.41
Income on securities lending (Note 10)	1 314 733.13
Total income	15 446 859.42
Expenses	
Management fees (Note 2)	-9 696 417.40
Administration fees (Note 2)	-66 100.28
Performance fees (Note 2)	-6 102 495.96
Depository fees (Note 2)	-480 606.45
Taxe d'abonnement (Note 3)	-311 641.17
Government fees (Note 2)	-27 131.14
Audit fees, legal and economic advice (Note 2)	-75 229.65
Publications, printing costs and publicity (Note 2)	-690.00
Cost on securities lending (Note 10)	-525 893.22
Other commissions and fees (Note 2)	-113 170.34
Interest on cash and bank overdraft	-65 336.44
Other expenses	-9 119.91
Total expenses	-17 473 831.96
Net income (loss) on investments	-2 026 972.54
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	59 755 669.89
Realized gain (loss) on financial futures	3 665 194.50
Realized gain (loss) on forward foreign exchange contracts	-112 212.92
Realized gain (loss) on foreign exchange	-633 058.19
Total realized gain (loss)	62 675 593.28
Net realized gain (loss) of the financial year	60 648 620.74
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	93 274 204.94
Unrealized appreciation (depreciation) on financial futures	472 820.00
Unrealized appreciation (depreciation) on forward foreign exchange contracts	-27 599.78
Total changes in unrealized appreciation (depreciation)	93 719 425.16
Net increase (decrease) in net assets as a result of operations	154 368 045.90

DIGITAL FUNDS Stars Europe

Annual Report as of 30 September 2017

Three-year comparison

Date	ISIN	30.9.2017	30.9.2016	30.9.2015
Net assets in EUR		430 321 747.46	317 277 253.60	317 327 854.97
Class Acc	LU0090784017			
Shares outstanding		353 908.4480	333 934.5610	371 254.6140
Net asset value per share in EUR		909.00	741.29	676.82
Class D	LU0905713201			
Shares outstanding		151 003.8680	166 994.0000	158 587.0000
Net asset value per share in EUR		180.96	150.44	140.11
Class GBP	LU0259627379			
Shares outstanding		6 594.6780	4 931.1310	7 885.2290
Net asset value per share in GBP		322.86	261.50	239.01
Class I¹	LU1506569661			
Shares outstanding		287 934.0080	-	-
Net asset value per share in EUR		121.74	-	-
Class R	LU0323041763			
Shares outstanding		209 518.9950	253 559.0660	225 693.0640
Net asset value per share in EUR		192.50	158.00	145.37
Class USD	LU0274905818			
Shares outstanding		20 166.9750	20 902.4490	63 119.3190
Net asset value per share in USD		204.63	164.53	149.74

¹ First NAV: 19.12.2016

Performance

	Currency	2016/2017	2015/2016	2014/2015
Class Acc	EUR	22.6%	9.5%	14.7%
Class D	EUR	22.6%	9.5%	14.7%
Class GBP	GBP	23.5%	9.4%	13.5%
Class I ¹	EUR	-	-	-
Class R	EUR	21.8%	8.7%	14.1%
Class USD	USD	24.4%	9.9%	13.4%
Benchmark:				
MSCI Europe Small Cap Index	EUR	17.5%	3.3%	15.1%

¹ Due to the recent launch, there is no data for the calculation of the performance available.

Historical performance is no indicator of current or future performance.
The performance data do not take account of any commissions and costs charged when subscribing and redeeming shares.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets		Economic Breakdown as a % of net assets	
United Kingdom	15.89	Electronics & semiconductors	10.98
Germany	14.06	Mechanical engineering & industrial equipment	8.29
Italy	11.14	Traffic & transportation	7.66
Switzerland	11.08	Pharmaceuticals, cosmetics & medical products	6.95
The Netherlands	9.15	Banks & credit institutions	6.54
France	8.75	Building industry & materials	6.39
Denmark	6.67	Internet, software & IT services	6.27
Sweden	6.31	Insurance	5.20
Austria	3.49	Vehicles	4.18
Ireland	2.52	Chemicals	3.26
Spain	2.12	Miscellaneous services	3.14
Finland	1.75	Energy & water supply	2.81
Norway	1.45	Finance & holding companies	2.32
Jersey	1.17	Miscellaneous trading companies	2.27
Luxembourg	0.50	Petroleum	2.19
Belgium	0.33	Mining, coal & steel	1.89
Total	96.38	Computer hardware & network equipment providers	1.82
		Retail trade, department stores	1.69
		Healthcare & social services	1.53
		Miscellaneous unclassified companies	1.53
		Textiles, garments & leather goods	1.41
		Real Estate	1.29
		Forestry, paper & pulp products	1.16
		Tobacco & alcohol	1.14
		Miscellaneous consumer goods	1.04
		Food & soft drinks	0.90
		Electrical devices & components	0.83
		Telecommunications	0.82
		Lodging, catering & leisure	0.46
		Agriculture & fishery	0.42
		Total	96.38

Statement of Net Assets

	EUR
Assets	30.9.2017
Investments in securities, cost	333 123 127.60
Investments in securities, unrealized appreciation (depreciation)	81 620 167.59
Total investments in securities (Note 1)	414 743 295.19
Cash at banks, deposits on demand and deposit accounts	17 304 914.82
Other liquid assets (Margins)	864 798.44
Receivable on securities sales (Note 1)	2 531 668.44
Receivable on subscriptions	325 169.48
Interest receivable on liquid assets	2 992.51
Receivable on dividends	516 528.17
Unrealized gain (loss) on financial futures (Note 1)	325 260.00
Unrealized gain (loss) on forward foreign exchange contracts (Note 1)	-41 960.03
Total Assets	436 572 667.02
Liabilities	
Bank overdraft	-21 605.45
Interest payable on bank overdraft	-0.57
Payable on securities purchases (Note 1)	-2 369 570.69
Payable on redemptions	-194 622.02
Provisions for management fees (Note 2)	-496 580.42
Provisions for administration fees (Note 2)	-2 383.55
Provisions for performance fees (Note 2)	-3 064 875.44
Provisions for depositary fees (Note 2)	-23 051.25
Provisions for taxe d'abonnement (Note 3)	-49 738.34
Provisions for audit fees, legal and economic advice (Note 2)	-16 093.46
Provisions for other commissions and fees (Note 2)	-12 398.37
Total provisions	-3 665 120.83
Total Liabilities	-6 250 919.56
Net assets at the end of the financial year	430 321 747.46

Statement of Operations

	EUR
Income	1.10.2016-30.9.2017
Interest on liquid assets	8 126.21
Dividends	6 720 893.21
Income on securities lending (Note 10)	686 196.92
Total income	7 415 216.34
Expenses	
Management fees (Note 2)	-5 388 102.57
Administration fees (Note 2)	-29 917.66
Performance fees (Note 2)	-3 064 875.54
Depository fees (Note 2)	-244 128.10
Taxe d'abonnement (Note 3)	-177 290.33
Government fees (Note 2)	-11 144.97
Audit fees, legal and economic advice (Note 2)	-45 587.65
Publications, printing costs and publicity (Note 2)	-345.00
Cost on securities lending (Note 10)	-274 478.75
Other commissions and fees (Note 2)	-54 136.48
Interest on cash and bank overdraft	-29 907.89
Other expenses	-3 881.99
Total expenses	-9 323 796.93
Net income (loss) on investments	-1 908 580.59
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	36 524 129.63
Realized gain (loss) on financial futures	1 625 978.50
Realized gain (loss) on forward foreign exchange contracts	-86 516.00
Realized gain (loss) on foreign exchange	-441 318.79
Total realized gain (loss)	37 622 273.34
Net realized gain (loss) of the financial year	35 713 692.75
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	35 568 893.40
Unrealized appreciation (depreciation) on financial futures	275 140.00
Unrealized appreciation (depreciation) on forward foreign exchange contracts	-27 599.78
Total changes in unrealized appreciation (depreciation)	35 816 433.62
Net increase (decrease) in net assets as a result of operations	71 530 126.37

Statement of Changes in Net Assets

	EUR
	1.10.2016-30.9.2017
Net assets at the beginning of the financial year	317 277 253.60
Subscriptions	136 323 134.63
Redemptions	-94 340 196.83
Total net subscriptions (redemptions)	41 982 937.80
Dividend paid	-468 570.31
Net income (loss) on investments	-1 908 580.59
Total realized gain (loss)	37 622 273.34
Total changes in unrealized appreciation (depreciation)	35 816 433.62
Net increase (decrease) in net assets as a result of operations	71 530 126.37
Net assets at the end of the financial year	430 321 747.46

Changes in the Number of Shares outstanding

	1.10.2016-30.9.2017
Class	Acc
Number of shares outstanding at the beginning of the financial year	333 934.5610
Number of shares issued	115 898.9540
Number of shares redeemed	-95 925.0670
Number of shares outstanding at the end of the financial year	353 908.4480
Class	D
Number of shares outstanding at the beginning of the financial year	166 994.0000
Number of shares issued	31 126.8680
Number of shares redeemed	-47 117.0000
Number of shares outstanding at the end of the financial year	151 003.8680
Class	GBP
Number of shares outstanding at the beginning of the financial year	4 931.1310
Number of shares issued	2 104.5340
Number of shares redeemed	-440.9870
Number of shares outstanding at the end of the financial year	6 594.6780
Class	I
Number of shares outstanding at the beginning of the financial year	0.0000
Number of shares issued	287 934.0080
Number of shares redeemed	0.0000
Number of shares outstanding at the end of the financial year	287 934.0080
Class	R
Number of shares outstanding at the beginning of the financial year	253 559.0660
Number of shares issued	21 394.3110
Number of shares redeemed	-65 434.3820
Number of shares outstanding at the end of the financial year	209 518.9950
Class	USD
Number of shares outstanding at the beginning of the financial year	20 902.4490
Number of shares issued	3 120.0850
Number of shares redeemed	-3 855.5590
Number of shares outstanding at the end of the financial year	20 166.9750

Statement of Investments in Securities and other Net Assets as of 30 September 2017

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Forward Exchange Contracts/ Swaps (Note 1)	as a % of net assets
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Transferable securities and money market instruments listed on an official stock exchange

Bearer shares

Austria

CHF	AMS AG NPV (BR)	63 301.00	3 884 730.26	0.90
EUR	LENZING AG NPV	9 162.00	1 124 177.40	0.26
EUR	OMV AG NPV(VAR)	75 137.00	3 703 502.73	0.86
EUR	RAIFFEISEN BK INTL NPV (REGD)	130 088.00	3 688 645.25	0.86
EUR	RHI AG NPV	10 574.00	373 790.90	0.09
EUR	S&T AG NPV	121 269.00	2 258 028.78	0.52
Total Austria			15 032 875.32	3.49

Belgium

EUR	FAGRON NPV	116 735.00	1 438 175.20	0.33
Total Belgium			1 438 175.20	0.33

Denmark

DKK	AMBU A/S DKK2.5 (POST SPLIT)	26 384.00	1 727 328.85	0.40
DKK	DANSKE BANK A/S DKK10	83 978.00	2 841 504.59	0.66
DKK	DONG ENERGY A/S DKK10	74 403.00	3 603 315.90	0.84
DKK	DSV DKK1	49 310.00	3 156 041.41	0.73
DKK	FLSMIDTH & CO A/S DKK20	55 705.00	3 116 217.04	0.72
DKK	H.LUNDBECK A/S DKK5	64 220.00	3 135 182.37	0.73
DKK	ROCKWOOL INTL SER'B'DKK10	9 938.00	2 282 276.00	0.53
DKK	SCHOUW & CO DKK10	17 257.00	1 587 325.01	0.37
DKK	SPAR NORD BANK AS DKK10	102 729.00	1 082 271.52	0.25
DKK	TOPDANMARK AS DKK1	97 889.00	3 258 269.54	0.76
DKK	WILLIAM DEMANT HOL DKK0.20	131 385.00	2 934 295.95	0.68
Total Denmark			28 724 028.18	6.67

Finland

EUR	DNA OYJ NPV	116 164.00	1 719 227.20	0.40
EUR	FINNAIR EURO.85	213 809.00	2 396 798.89	0.56
EUR	RAMIRENT OYJ NPV	216 870.00	1 895 443.80	0.44
EUR	VALMET CORP NPV	91 371.00	1 519 499.73	0.35
Total Finland			7 530 969.62	1.75

France

EUR	ADP EUR3	23 015.00	3 148 452.00	0.73
EUR	AIR FRANCE-KLM EUR1.00	508 812.00	6 787 552.08	1.58
EUR	ATOS SE EUR1	24 807.00	3 255 918.75	0.76
EUR	BIOMERIEUX NPV (POST SPLIT)	28 734.00	1 978 910.58	0.46
EUR	CNP ASSURANCES EUR1	138 238.00	2 741 259.54	0.64
EUR	DERICHEBOURG EUR2	200 517.00	1 778 585.79	0.41
EUR	DIRECT ENERGIE EUR0.10	28 115.00	1 345 021.60	0.31
EUR	HERMES INTL NPV	2 060.00	878 693.00	0.20
EUR	IPSEN EUR1	33 958.00	3 818 577.10	0.89
EUR	MAISONS DU MONDE EUR3.24	47 451.00	1 764 939.95	0.41
EUR	NEXITY EUR5	47 449.00	2 453 113.30	0.57
EUR	ORPEA EUR2.5	25 220.00	2 527 044.00	0.59
EUR	SOC GENERALE EUR1.25	55 961.00	2 772 028.14	0.64
EUR	SOITEC S.A.EUR2 (POST CONS)	43 586.00	2 418 587.14	0.56
Total France			37 668 682.97	8.75

Germany

EUR	AIXTRON ORD NPV	431 718.00	4 917 268.02	1.14
EUR	AROUNDTOWN SA EURO.01	146 271.00	884 939.55	0.21
EUR	BAUER AG NPV (BR)	13 117.00	359 340.22	0.08
EUR	EVOTEC AG NPV	248 367.00	4 989 693.03	1.16
EUR	FRAPORT AG NPV	40 302.00	3 237 862.68	0.75
EUR	HOCHTIEF AG NPV	13 788.00	1 968 237.00	0.46
EUR	JENOPTIK AG NPV	59 799.00	1 676 464.97	0.39
EUR	KION GROUP AG NPV	40 961.00	3 316 612.17	0.77
EUR	KOENIG & BAUER AG NPV	28 231.00	1 968 547.63	0.46
EUR	PFEIFFER VAC. TECHN ORD NPV	10 502.00	1 400 966.80	0.33
EUR	RWE AG (NEU) NPV	150 215.00	2 887 132.30	0.67
EUR	SGL CARBON SE ORD NPV	43 354.00	620 178.97	0.15
EUR	SILTRONIC AG NPV	99 119.00	10 407 495.00	2.42
EUR	TOM TAILOR HOLDING NPV	183 552.00	1 561 660.42	0.36
EUR	UNIPER SE NPV	187 856.00	4 358 259.20	1.01
EUR	WIRECARD AG NPV	50 226.00	3 887 994.66	0.90
Total Germany			48 442 652.62	11.26

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Forward Exchange Contracts/ Swaps (Note 1)	as a % of net assets
Ireland			
EUR CAIRN HOMES PLC ORD EURO.001 (WI)	959 539.00	1 648 008.23	0.38
GBP KEYWORDS STUDIOS P ORD GBP0.01	382 592.00	6 013 591.71	1.40
Total Ireland		7 661 599.94	1.78
Italy			
EUR BANCA GENERALI SPA	85 733.00	2 516 263.55	0.58
EUR BANCA IFIS EUR1	46 931.00	2 171 028.06	0.50
EUR BIESSE EUR1	45 693.00	1 712 116.71	0.40
EUR BREMBO SPA NPV (POST SPLIT)	103 640.00	1 484 124.80	0.35
EUR CATTOLICA ASSICURA EUR3	326 171.00	2 397 356.85	0.56
EUR DIASORIN SPA EUR1	20 598.00	1 554 119.10	0.36
EUR FERRARI NV EURO.01(NEW)	77 699.00	7 264 856.50	1.69
EUR HERA EUR1	719 354.00	1 913 481.64	0.44
EUR INTERPUMP GROUP EURO.52	249 148.00	6 557 575.36	1.52
EUR MAIRE TECNIMONT SP NPV	809 986.00	3 792 354.45	0.88
EUR PIAGGIO NPV	445 016.00	1 179 292.40	0.27
EUR RECORDATI EURO.125	97 944.00	3 819 816.00	0.89
EUR REPLY SPA EURO.52	8 887.00	1 807 615.80	0.42
EUR SOGEFI EURO.52	374 715.00	1 927 908.68	0.45
EUR TAMBURI INVESTMENT NPV	253 257.00	1 498 015.16	0.35
EUR TECHNOGYM S P A NPV	599 874.00	4 496 055.63	1.05
Total Italy		46 091 980.69	10.71
Jersey			
GBP BOOHOO.COM PLC ORD GBP0.01	2 092 060.00	5 021 492.16	1.17
Total Jersey		5 021 492.16	1.17
Luxembourg			
NOK SUBSEA 7 S.A. COM USD2	153 514.00	2 132 078.47	0.50
Total Luxembourg		2 132 078.47	0.50
The Netherlands			
EUR AMG ADVANCED METAL EURO.02	88 532.00	3 230 090.02	0.75
EUR ASR NEDERLAND N.V. EURO.16	178 861.00	6 053 550.55	1.41
EUR BE SEMICONDUCTOR EURO.01	135 801.00	7 991 888.85	1.86
EUR FIAT CHRYSLER AUTO EURO.01	267 336.00	4 052 813.76	0.94
EUR FORFARMERS NV EURO.01	164 483.00	1 809 313.00	0.42
EUR ING GROEP N.V. EURO.01	144 685.00	2 257 086.00	0.52
EUR PHILIPS LIGHTING EURO.01	105 162.00	3 591 282.30	0.83
EUR SIF HOLDING NV EURO.2	4 479.00	81 226.67	0.02
EUR STMICROELECTRONICS EUR1.04	320 074.00	5 239 611.38	1.22
EUR TKH GROUP NV CVA EURO.25 (POST-SUBD)	63 544.00	3 492 378.24	0.81
EUR WESSANEN EUR1	100 062.00	1 590 985.80	0.37
Total The Netherlands		39 390 226.57	9.15
Norway			
NOK SKANDIABANKEN ASA NOK10	80 379.00	751 631.34	0.17
NOK SPAREBANK 1 SR BK NOK25	182 645.00	1 664 261.34	0.39
NOK STOREBRAND ASA SER'A/NOK5	475 545.00	3 416 000.50	0.79
Total Norway		5 831 893.18	1.35
Spain			
EUR CAIXABANK SA EUR1	798 007.00	3 383 549.68	0.79
EUR HISPANIA ACTIVOS EUR1	102 939.00	1 569 819.75	0.37
EUR MASMOVIL IBERCOM EURO.10	21 592.00	1 392 684.00	0.32
EUR SAETA YIELD SA EUR1	139 154.00	1 344 227.64	0.31
Total Spain		7 690 281.07	1.79
Sweden			
SEK ALFA LAVAL AB NPV	118 321.00	2 438 880.08	0.57
SEK EVOLUTION GAMING NPV	68 161.00	3 666 039.52	0.85
SEK GRANGES AB NPV	197 456.00	1 908 152.18	0.44
SEK JM AB NPV	69 133.00	1 833 367.47	0.43
SEK LEOVEGAS AB NPV	245 769.00	1 757 397.58	0.41
SEK SANDVIK AB NPV (POST SPLIT)	154 057.00	2 243 115.27	0.52
SEK SAS AB NPV	62 373.00	168 706.17	0.04
SEK SCANDIC HOTELS GRO NPV	138 983.00	1 609 544.71	0.38
SEK SVENSKA CELLULOZA SER'B/NPV	483 515.00	3 457 425.84	0.80
SEK SWECO AB SER'B/NPV	46 764.00	966 826.14	0.23
SEK VITROLIFE AB NPV	24 121.00	1 652 306.46	0.38
SEK VOLVO AB SER'B/NPV (POST SPLIT)	199 104.00	3 239 466.32	0.75
SEK WIHLBORGS FAST. AB NPV	106 174.00	2 191 802.13	0.51
Total Sweden		27 133 029.87	6.31

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Forward Exchange Contracts/ Swaps (Note 1)	as a % of net assets
Switzerland			
CHF SIKA AG CHF0.60 (BR)	379.00	2 387 186.67	0.56
GBP WIZZ AIR HLDGS PLC ORD GBP0.0001	181 790.00	5 902 501.79	1.37
Total Switzerland		8 289 688.46	1.93
United Kingdom			
GBP BARRATT DEVEL ORD GBP0.10	334 464.00	2 332 488.69	0.54
GBP BELLWAY GBP0.125	70 383.00	2 633 510.18	0.61
GBP BODYCOTE PLC ORD GBP0.1727272	240 657.00	2 503 106.04	0.58
GBP COSTAIN GROUP ORD GBP0.50	40 144.00	204 215.74	0.05
GBP CRANSWICK ORD GBP0.10	67 627.00	2 265 607.93	0.53
GBP CVS GROUP PLC ORD GBP0.002	252 830.00	4 160 493.88	0.97
GBP ELECTROCOMPONENTS ORD GBP0.10	703 125.00	4 955 328.16	1.15
GBP FENNER ORD GBP0.25	356 644.00	1 365 007.89	0.32
GBP FERREXPO PLC ORD GBP0.10	773 048.00	2 565 264.25	0.60
GBP FEVERTREE DRINKS ORD GBP0.0025	197 956.00	4 913 214.59	1.14
GBP GB GROUP ORD GBP0.025	144 451.00	603 276.84	0.14
GBP HOMESERVE ORD GBP0.0269230769	25 325.00	239 122.84	0.06
GBP IQE ORD GBP0.01	3 903 655.00	5 526 628.37	1.28
GBP JD SPORTS FASHION ORD GBP0.0025	490 917.00	2 086 450.93	0.48
GBP KAZAKHIMYS ORD GBP0.20	561 961.00	4 933 041.57	1.15
GBP MELROSE INDUST PLC ORD GBP0.0685714	271 356.00	655 328.92	0.15
GBP NEXT ORD GBP0.10	57 583.00	3 437 386.06	0.80
GBP ON THE BEACH GROUP ORD GBP0.01	91 177.00	408 724.50	0.09
GBP PAGEGROUP PLC ORD GBP0.01	418 577.00	2 365 188.54	0.55
GBP PERSIMMON ORD GBP0.10	93 670.00	2 744 764.18	0.64
GBP PURPLEBRICKS GROUP ORD GBP0.01	339 695.00	1 493 857.40	0.35
GBP RENISHAW ORD GBP0.20	43 214.00	2 335 895.06	0.54
GBP SCHROEDERS VTG SHS GBP1	50 302.00	1 915 252.59	0.45
GBP SMITH & NEPHEW ORD USD0.20	170 882.00	2 614 174.00	0.61
GBP SOPHOS GROUP PLC ORD GBP0.03	300 006.00	1 870 879.94	0.43
GBP SPIRAX-SARCO ENG ORD GBP0.269230769	35 018.00	2 195 694.43	0.51
GBP TAYLOR WIMPEY ORD GBP0.01	1 022 125.00	2 267 770.25	0.53
GBP VESUVIUS PLC ORD GBP0.10	360 857.00	2 416 214.16	0.56
GBP WETHERSPOON (J.D) ORD GBP0.02	24 598.00	350 341.68	0.08
Total United Kingdom		68 358 229.61	15.89
Total Bearer shares		356 437 883.93	82.83
Other shares			
Ireland			
GBP GRAFTON GROUP UT(1 ORD 1 C ORD & 5 A ORD)	336 031.00	3 169 046.76	0.74
Total Ireland		3 169 046.76	0.74
Norway			
NOK SPAREBANKEN 1 SMN	50 129.00	432 804.75	0.10
Total Norway		432 804.75	0.10
Total Other shares		3 601 851.51	0.84
Registered shares			
Germany			
EUR ADIDAS AG NPV (REGD)	18 917.00	3 620 713.80	0.84
EUR DEUTSCHE LUFTHANSA ORD NPV (REGD)(VINK)	160 243.00	3 767 312.93	0.87
EUR GRENKE AG	20 543.00	1 619 815.55	0.38
EUR HAMBURGER HAFEN NPV (REGD)	55 171.00	1 470 307.15	0.34
EUR RIB SOFTWARE SE NPV (REGD)	87 791.00	1 575 848.45	0.37
Total Germany		12 053 997.88	2.80
Italy			
EUR SIAS EURO.50	136 880.00	1 849 248.80	0.43
Total Italy		1 849 248.80	0.43
Spain			
EUR MAPFRE SA EURO.10	520 305.00	1 432 919.97	0.33
Total Spain		1 432 919.97	0.33
Switzerland			
CHF BOSSARD HLDGS AG CHF5	8 726.00	1 709 504.51	0.40
CHF CEMBRA MONEY BANK CHF1.00 (REGD)	5 654.00	418 651.26	0.10
CHF EMS-CHEMIE HLDG AG CHF0.01(REGD)(POST RECON)	2 943.00	1 656 873.36	0.39
CHF FLUGHAFEN ZURICH A CHF10(REGD) POST SPLIT	5 685.00	1 088 398.09	0.25
CHF GAM HOLDING AG CHF0.05 (REGD)	228 220.00	2 992 665.28	0.70
CHF GEORG FISCHER AG CHF1.00 (REGD)	2 542.00	2 653 340.94	0.62

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Forward Exchange Contracts/ Swaps (Note 1)	as a % of net assets
CHF INFICON HOLDING AG CHF5(REGD)	5 170.00	2 845 112.62	0.66
CHF LOGITECH INTL CHF0.25(REGD) (POST-SUBD)	180 338.00	5 566 704.29	1.29
CHF LONZA GROUP AG CHF1(REGD)	15 399.00	3 419 317.44	0.79
CHF MEYER BURGER TECHN CHF0.05	1 253 813.00	1 479 720.61	0.34
CHF SIEGFRIED HLDG AG CHF2(REGD)	5 866.00	1 634 577.20	0.38
CHF STRAUMANN HLDG CHF0.1(REGD)	7 935.00	4 314 698.97	1.00
CHF SWISS LIFE HLDG CHF5.1(REGD)	10 348.00	3 085 683.12	0.72
CHF TEMENOS GROUP AG CHF5(REGD)(CHF)	43 326.00	3 742 128.75	0.87
CHF VAT GROUP AG CHF0.10	23 561.00	2 760 016.66	0.64
Total Switzerland		39 367 393.10	9.15
Total Registered shares		54 703 559.75	12.71
Total Transferable securities and money market instruments listed on an official stock exchange		414 743 295.19	96.38
Total investments in securities		414 743 295.19	96.38

Derivative instruments

Derivative instruments listed on an official stock exchange

Financial Futures on Indices

EUR	EURO STOXX 50 INDEX FUTURE 15.12.17	417.00	325 260.00	0.08
Total Financial Futures on Indices			325 260.00	0.08
Total Derivative instruments listed on an official stock exchange			325 260.00	0.08
Total Derivative instruments			325 260.00	0.08

Forward Foreign Exchange contracts

Forward Foreign Exchange contracts (Purchase/Sale)

USD	4 080 000.00	EUR	3 466 870.15	30.11.2017	-27 503.01	-0.01
GBP	2 100 000.00	EUR	2 394 141.88	30.11.2017	-14 457.02	0.00
Total Forward Foreign Exchange contracts (Purchase/Sale)					-41 960.03	-0.01

Cash at banks, deposits on demand and deposit accounts and other liquid assets	18 169 713.26	4.22
Bank overdraft and other short-term liabilities	-21 605.45	-0.01
Other assets and liabilities	-2 852 955.51	-0.66
Total net assets	430 321 747.46	100.00

DIGITAL FUNDS Stars Europe Ex-UK

Annual Report as of 30 September 2017

Three-year comparison

Date	ISIN	30.9.2017	30.9.2016	30.9.2015
Net assets in EUR		436 532 631.65	203 763 621.74	171 142 071.96
Class Acc	LU0259626645			
Shares outstanding		963 981.6660	609 660.0750	658 079.2320
Net asset value per share in EUR		294.48	234.74	205.18
Class GBP	LU0259626991			
Shares outstanding		786.7570	326.7770	397.1630
Net asset value per share in GBP		373.78	292.51	217.80
Class I	LU0997310957			
Shares outstanding		851 826.0760	307 874.2270	292 278.7320
Net asset value per share in EUR		178.82	141.72	123.16
Class ZAR¹	LU1331019775			
Shares outstanding		-	274 747.7540	-
Net asset value per share in ZAR		-	951.17	-

¹ For the period from 14.12.2015 to 12.5.2017 the share class ZAR was in circulation

Performance

	Currency	2016/2017	2015/2016	2014/2015
Class Acc	EUR	25.4%	14.4%	13.5%
Class GBP	GBP	27.8%	34.3%	6.7%
Class I	EUR	26.2%	15.1%	14.1%
Class ZAR ¹	ZAR	-	-	-
Benchmark:				
MSCI Europe Ex-UK Small Cap Index	EUR	20.7%	9.8%	13.4%
MSCI Europe Ex-UK Small Cap Index	GBP	22.9%	28.9%	7.3%

¹ For the period from 14.12.2015 to 12.5.2017 the share class ZAR was in circulation. Due to this fact, there is no data for the calculation of the performance available.

Historical performance is no indicator of current or future performance.

The performance data do not take account of any commissions and costs charged when subscribing and redeeming shares.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets		Economic Breakdown as a % of net assets	
Germany	18.36	Electronics & semiconductors	11.01
France	15.37	Banks & credit institutions	10.69
Italy	13.38	Traffic & transportation	7.66
Switzerland	11.64	Pharmaceuticals, cosmetics & medical products	7.09
The Netherlands	10.01	Mechanical engineering & industrial equipment	6.90
Sweden	7.13	Internet, software & IT services	6.60
Denmark	5.62	Finance & holding companies	5.60
Austria	4.00	Insurance	5.60
Finland	3.76	Vehicles	4.77
Spain	3.01	Chemicals	3.93
Norway	2.11	Building industry & materials	3.75
Belgium	1.30	Retail trade, department stores	2.90
Ireland	1.29	Forestry, paper & pulp products	2.40
Greece	0.38	Computer hardware & network equipment providers	2.23
Total	97.36	Electrical devices & components	2.16
		Petroleum	1.97
		Real Estate	1.89
		Energy & water supply	1.56
		Textiles, garments & leather goods	1.52
		Miscellaneous services	1.27
		Telecommunications	1.18
		Miscellaneous consumer goods	1.10
		Mining, coal & steel	0.84
		Miscellaneous trading companies	0.83
		Agriculture & fishery	0.47
		Non-ferrous metals	0.45
		Lodging, catering & leisure	0.41
		Healthcare & social services	0.40
		Graphic design, publishing & media	0.18
		Total	97.36

Statement of Net Assets

	EUR
Assets	30.9.2017
Investments in securities, cost	342 072 903.31
Investments in securities, unrealized appreciation (depreciation)	82 920 072.35
Total investments in securities (Note 1)	424 992 975.66
Cash at banks, deposits on demand and deposit accounts	13 569 842.35
Other liquid assets (Margins)	638 665.21
Receivable on securities sales (Note 1)	3 891 791.75
Receivable on subscriptions	610 083.88
Interest receivable on liquid assets	1 112.19
Receivable on dividends	311 043.84
Unrealized gain (loss) on financial futures (Note 1)	240 240.00
Total Assets	444 255 754.88
Liabilities	
Interest payable on bank overdraft	-32.12
Payable on securities purchases (Note 1)	-3 968 670.27
Payable on redemptions	-390 986.03
Provisions for management fees (Note 2)	-433 003.71
Provisions for administration fees (Note 2)	-2 383.55
Provisions for performance fees (Note 2)	-2 841 504.87
Provisions for depositary fees (Note 2)	-23 365.85
Provisions for taxe d'abonnement (Note 3)	-38 906.60
Provisions for audit fees, legal and economic advice (Note 2)	-19 508.48
Provisions for other commissions and fees (Note 2)	-4 761.75
Total provisions	-3 363 434.81
Total Liabilities	-7 723 123.23
Net assets at the end of the financial year	436 532 631.65

Statement of Operations

	EUR
Income	1.10.2016-30.9.2017
Interest on liquid assets	6 118.49
Interest on securities	8 167.84
Dividends	7 268 753.59
Income on securities lending (Note 10)	624 700.66
Total income	7 907 740.58
Expenses	
Management fees (Note 2)	-4 235 132.56
Administration fees (Note 2)	-29 917.66
Performance fees (Note 2)	-2 841 585.89
Depositary fees (Note 2)	-230 213.39
Taxe d'abonnement (Note 3)	-127 945.23
Government fees (Note 2)	-15 489.09
Audit fees, legal and economic advice (Note 2)	-27 030.25
Publications, printing costs and publicity (Note 2)	-345.00
Cost on securities lending (Note 10)	-249 880.25
Other commissions and fees (Note 2)	-49 918.68
Interest on cash and bank overdraft	-33 863.77
Other expenses	-5 232.95
Total expenses	-7 846 554.72
Net income (loss) on investments	61 185.86
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	23 285 791.27
Realized gain (loss) on financial futures	2 039 216.00
Realized gain (loss) on forward foreign exchange contracts	-24 722.62
Realized gain (loss) on foreign exchange	-182 768.38
Total realized gain (loss)	25 117 516.27
Net realized gain (loss) of the financial year	25 178 702.13
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	54 663 633.61
Unrealized appreciation (depreciation) on financial futures	197 680.00
Total changes in unrealized appreciation (depreciation)	54 861 313.61
Net increase (decrease) in net assets as a result of operations	80 040 015.74

Statement of Changes in Net Assets

	EUR
	1.10.2016-30.9.2017
Net assets at the beginning of the financial year	203 763 621.74
Subscriptions	249 897 376.25
Redemptions	-97 168 382.08
Total net subscriptions (redemptions)	152 728 994.17
Net income (loss) on investments	61 185.86
Total realized gain (loss)	25 117 516.27
Total changes in unrealized appreciation (depreciation)	54 861 313.61
Net increase (decrease) in net assets as a result of operations	80 040 015.74
Net assets at the end of the financial year	436 532 631.65

Changes in the Number of Shares outstanding

	1.10.2016-30.9.2017
Class	Acc
Number of shares outstanding at the beginning of the financial year	609 660.0750
Number of shares issued	446 656.5820
Number of shares redeemed	-92 334.9910
Number of shares outstanding at the end of the financial year	963 981.6660
Class	GBP
Number of shares outstanding at the beginning of the financial year	326.7770
Number of shares issued	599.7390
Number of shares redeemed	-139.7590
Number of shares outstanding at the end of the financial year	786.7570
Class	I
Number of shares outstanding at the beginning of the financial year	307 874.2270
Number of shares issued	875 025.5760
Number of shares redeemed	-331 073.7270
Number of shares outstanding at the end of the financial year	851 826.0760
Class	ZAR
Number of shares outstanding at the beginning of the financial year	274 747.7540
Number of shares issued	8 035.6480
Number of shares redeemed	-282 783.4020
Number of shares outstanding at the end of the financial year	0.0000

Statement of Investments in Securities and other Net Assets as of 30 September 2017

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Forward Exchange Contracts/ Swaps (Note 1)	as a % of net assets
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Transferable securities and money market instruments listed on an official stock exchange

Bearer shares

Austria

CHF	AMS AG NPV (BR)	73 669.00	4 521 005.88	1.04
EUR	OMV AG NPV(VAR)	92 133.00	4 541 235.57	1.04
EUR	RAIFFEISEN BK INTL NPV (REGD)	182 693.00	5 180 260.02	1.19
EUR	RHI AG NPV	14 006.00	495 112.10	0.11
EUR	S&T AG NPV	145 046.00	2 700 756.52	0.62
Total Austria			17 438 370.09	4.00

Belgium

EUR	CFE NPV	10 839.00	1 366 255.95	0.31
EUR	FAGRON NPV	141 805.00	1 747 037.60	0.40
EUR	KBC GROUP NV NPV	35 787.00	2 565 927.90	0.59
Total Belgium			5 679 221.45	1.30

Denmark

DKK	AMBU A/S DKK2.5 (POST SPLIT)	30 534.00	1 999 024.38	0.46
DKK	DONG ENERGY A/S DKK10	83 578.00	4 047 658.51	0.93
DKK	DSV DKK1	42 900.00	2 745 775.23	0.63
DKK	H.LUNDBECK A/S DKK5	40 735.00	1 988 658.58	0.46
DKK	ROCKWOOL INTL SER'B'DKK10	10 911.00	2 505 726.85	0.57
DKK	SCHOUW & CO DKK10	17 251.00	1 586 773.13	0.36
DKK	SPAR NORD BANK AS DKK10	129 581.00	1 365 162.97	0.31
DKK	TOPDANMARK AS DKK1	143 017.00	4 760 370.76	1.09
DKK	WILLIAM DEMANT HOL DKK0.20	158 959.00	3 550 121.77	0.81
Total Denmark			24 549 272.18	5.62

Finland

EUR	CARGOTEC CORP NPV ORD 'B'	67 023.00	3 562 272.45	0.82
EUR	DNA OYJ NPV	206 732.00	3 059 633.60	0.70
EUR	FINNAIR EURO.85	196 479.00	2 202 529.59	0.50
EUR	OUTOTEC OYJ NPV	295 889.00	1 980 976.86	0.45
EUR	RAMIRENT OYJ NPV	258 991.00	2 263 581.34	0.52
EUR	VALMET CORP NPV	201 501.00	3 350 961.63	0.77
Total Finland			16 419 955.47	3.76

France

EUR	ADP EUR3	26 322.00	3 600 849.60	0.82
EUR	AIR FRANCE-KLM EUR1.00	543 391.00	7 248 835.94	1.66
EUR	ALTEN NPV	22 010.00	1 683 985.10	0.39
EUR	AMUNDI EUR2.5 (AIW)	44 610.00	3 136 975.20	0.72
EUR	ATOS SE EUR1	30 695.00	4 028 718.75	0.92
EUR	BIOMERIEUX NPV (POST SPLIT)	62 781.00	4 323 727.47	0.99
EUR	CNP ASSURANCES EUR1	103 971.00	2 061 744.93	0.47
EUR	CREDIT AGRICOLE SA EUR3	439 754.00	6 763 416.52	1.55
EUR	DERICHEBOURG EUR2	268 273.00	2 379 581.51	0.54
EUR	DIRECT ENERGIE EURO.10	30 921.00	1 479 260.64	0.34
EUR	IPSEN EUR1	41 364.00	4 651 381.80	1.07
EUR	KERING EUR4	24 956.00	8 411 419.80	1.93
EUR	MAISONS DU MONDE EUR3.24	49 097.00	1 826 162.92	0.42
EUR	NATIXIS EUR1.6	382 868.00	2 592 016.36	0.59
EUR	NEOPOST EUR1	121 652.00	3 999 917.76	0.92
EUR	NEXITY EUR5	49 071.00	2 536 970.70	0.58
EUR	SOC GENERALE EUR1.25	68 427.00	3 389 531.45	0.78
EUR	SOITEC S.A.EUR2 (POST CONS)	53 876.00	2 989 579.24	0.68
Total France			67 104 075.69	15.37

Germany

EUR	AIXTRON ORD NPV	614 986.00	7 004 690.54	1.60
EUR	AROUNDTOWN SA EURO.01	200 982.00	1 215 941.10	0.28
EUR	COVESTRO AG NPV	40 316.00	2 932 989.00	0.67
EUR	DEUTZ AG NPV	276 572.00	1 890 369.63	0.43
EUR	EVOTEC AG NPV	261 218.00	5 247 869.62	1.20
EUR	FRAPORT AG NPV	46 754.00	3 756 216.36	0.86
EUR	HOCHTIEF AG NPV	14 329.00	2 045 464.75	0.47
EUR	ISRA VISION SYSTEM NPV	9 031.00	1 442 702.25	0.33
EUR	JENOPTIK AG NPV	92 791.00	2 601 395.69	0.60
EUR	RATIONAL AG NPV	2 115.00	1 231 353.00	0.28
EUR	RWE AG (NEU) NPV	180 290.00	3 465 173.80	0.79
EUR	SGL CARBON SE ORD NPV	51 299.00	733 832.20	0.17
EUR	SILTRONIC AG NPV	115 892.00	12 168 660.00	2.79
EUR	TOM TAILOR HOLDING NPV	238 932.00	2 032 833.46	0.47
EUR	WIRECARD AG NPV	59 746.00	4 624 937.86	1.06
EUR	ZOPLUS AG NPV (BR)	5 388.00	767 790.00	0.18
Total Germany			53 162 219.26	12.18

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Forward Exchange Contracts/ Swaps (Note 1)	as a % of net assets
Greece			
EUR FOLLI FOLLIE GROUP EURO.30 (CR)	90 480.00	1 663 927.20	0.38
Total Greece		1 663 927.20	0.38
Ireland			
EUR KINGSPAN GROUP ORD EURO.13(DUBLIN LISTING)	72 505.00	2 608 729.90	0.60
Total Ireland		2 608 729.90	0.60
Italy			
EUR AZIMUT HLDG S.P.A EURO.22	117 320.00	2 146 956.00	0.49
EUR BANCA GENERALI SPA	87 602.00	2 571 118.70	0.59
EUR BANCA IFIS EUR1	97 492.00	4 509 979.92	1.03
EUR BIESSE EUR1	49 320.00	1 848 020.40	0.42
EUR BREMBO SPA NPV (POST SPLIT)	197 955.00	2 834 715.60	0.65
EUR CATTOLICA ASSICURA EUR3	397 478.00	2 921 463.30	0.67
EUR FERRARI NV EURO.01(NEW)	84 883.00	7 936 560.50	1.82
EUR INTERPUMP GROUP EURO.52	267 333.00	7 036 204.56	1.61
EUR IRIDE SPA EUR1	818 931.00	1 858 973.37	0.43
EUR MAIRE TECNIMONT SP NPV	1 001 245.00	4 687 829.09	1.08
EUR PIAGGIO NPV	532 928.00	1 412 259.20	0.32
EUR RCS MEDIAGROUP NPV	599 312.00	788 694.59	0.18
EUR RECORDATI EURO.125	114 220.00	4 454 580.00	1.02
EUR REPLY SPA EURO.52	10 184.00	2 071 425.60	0.48
EUR SOGEFI EURO.52	493 705.00	2 540 112.23	0.58
EUR TAMBURI INVESTMENT NPV	290 645.00	1 719 165.18	0.39
EUR TECHNOGYM S P A NPV	641 032.00	4 804 534.84	1.10
Total Italy		56 142 593.08	12.86
The Netherlands			
EUR AMG ADVANCED METAL EURO.02	114 967.00	4 194 571.00	0.96
EUR ASR NEDERLAND N.V. EURO.16	198 770.00	6 727 370.65	1.54
EUR BE SEMICONDUCTOR EURO.01	169 837.00	9 994 907.45	2.29
EUR FIAT CHRYSLER AUTO EURO.01	328 464.00	4 979 514.24	1.14
EUR FORFARMERS NV EURO.01	188 495.00	2 073 445.00	0.48
EUR ING GROEP N.V. EURO.01	148 476.00	2 316 225.60	0.53
EUR PHILIPS LIGHTING EURO.01	123 254.00	4 209 124.10	0.96
EUR STMICROELECTRONICS EUR1.04	162 174.00	2 654 788.38	0.61
EUR TKH GROUP NV CVA EURO.25 (POST-SUBD)	74 789.00	4 110 403.44	0.94
Total The Netherlands		41 260 349.86	9.45
Norway			
NOK BORREGAARD ASA NOK10	111 084.00	1 053 511.65	0.24
NOK SKANDIABANKEN ASA NOK10	103 310.00	966 061.21	0.22
NOK SPAREBANK 1 SR BK NOK25	248 893.00	2 267 913.16	0.52
NOK STOREBRAND ASA SER'A/NOK5	627 236.00	4 505 648.23	1.03
Total Norway		8 793 134.25	2.01
Spain			
EUR AENA SME S.A. EUR10	14 016.00	2 140 944.00	0.49
EUR AMADEUS IT GROUP EURO.01	15 560.00	855 644.40	0.19
EUR CAIXABANK SA EUR1	916 808.00	3 887 265.92	0.89
EUR ENCE ENERGIA Y CEL EURO.90	701 394.00	3 086 133.60	0.71
EUR HISPANIA ACTIVOS EUR1	108 233.00	1 650 553.25	0.38
EUR MASMOVIL IBERCOM EURO.10	23 753.00	1 532 068.50	0.35
Total Spain		13 152 609.67	3.01
Sweden			
SEK ALFA LAVAL AB NPV	124 395.00	2 564 079.81	0.59
SEK EVOLUTION GAMING NPV	75 421.00	4 056 518.64	0.93
SEK GRANGES AB NPV	147 341.00	1 423 856.71	0.33
SEK JM AB NPV	77 712.00	2 060 877.62	0.47
SEK LEOVEGAS AB NPV	288 236.00	2 061 062.42	0.47
SEK SANDVIK AB NPV (POST SPLIT)	174 733.00	2 544 163.92	0.58
SEK SAS AB NPV	199 420.00	539 390.20	0.12
SEK SCANDIC HOTELS GRO NPV	155 112.00	1 796 332.64	0.41
SEK SKAND ENSKILDA BKN SER'A/NPV	244 107.00	2 714 399.63	0.62
SEK SSAB CORPORATION SER'B/NPV	168 959.00	566 083.98	0.13
SEK SSAB CORPORATION SER'A/NPV	579 285.00	2 355 673.59	0.54
SEK SVENSKA CELLULOSA SER'B/NPV	565 013.00	4 040 186.03	0.93
SEK SWECO AB SER'B/NPV	492.00	10 171.89	0.00
SEK VOLVO AB SER'B/NPV (POST SPLIT)	155 340.00	2 527 416.32	0.58
SEK WILHBORGS FAST. AB NPV	89 619.00	1 850 049.12	0.43
Total Sweden		31 110 262.52	7.13
Switzerland			
CHF SIKA AG CHF0.60 (BR)	410.00	2 582 444.68	0.60
Total Switzerland		2 582 444.68	0.60
Total Bearer shares		341 667 165.30	78.27

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Forward Exchange Contracts/ Swaps (Note 1)	as a % of net assets
Other shares			
Ireland			
GBP GRAFTON GROUP UT(1 ORD 1 C ORD & 5 A ORD)	319 723.00	3 015 249.00	0.69
Total Ireland		3 015 249.00	0.69
Norway			
NOK SPAREBANKEN 1 SMN	46 421.00	400 790.55	0.09
Total Norway		400 790.55	0.09
Total Other shares		3 416 039.55	0.78
Preference shares			
Germany			
EUR DRAEGERWERK KGAA NON-VTG PRF NPV	1 123.00	105 326.17	0.02
EUR JUNGHEINRICH NON-VTG PRF NPV	21 952.00	854 481.60	0.20
Total Germany		959 807.77	0.22
Total Preference shares		959 807.77	0.22
Registered shares			
Germany			
EUR ADIDAS AG NPV (REGD)	24 116.00	4 615 802.40	1.06
EUR DEUTSCHE LUFTHANSA ORD NPV (REGD)(VINK)	232 574.00	5 467 814.74	1.25
EUR GRENKE AG	56 876.00	4 484 672.60	1.03
EUR HAMBURGER HAFEN NPV (REGD)	117 461.00	3 130 335.65	0.72
EUR HYPOPORT FIN AG NPV (REGD)	14 317.00	2 131 085.45	0.49
EUR LEG IMMOBILIEN AG NPV	30 886.00	2 643 532.74	0.60
EUR RIB SOFTWARE SE NPV (REGD)	99 024.00	1 777 480.80	0.41
EUR WUSTENROT & WURTTE NPV	76 273.00	1 754 279.00	0.40
Total Germany		26 005 003.38	5.96
Italy			
EUR SIAS EURO.50	169 311.00	2 287 391.61	0.52
Total Italy		2 287 391.61	0.52
Switzerland			
CHF ARBONIA AG CHF4.20 (REGD)	9 844.00	148 878.13	0.03
CHF BOSSARD HLDGS AG CHF5	10 355.00	2 028 640.75	0.47
CHF FLUGHAFEN ZURICH A CHF10(REGD) POST SPLIT	1 688.00	323 169.04	0.07
CHF GAM HOLDING AG CHF0.05 (REGD)	281 126.00	3 686 425.47	0.84
CHF GEORG FISCHER AG CHF1.00 (REGD)	2 520.00	2 630 377.33	0.60
CHF INFICON HOLDING AG CHF5(REGD)	8 476.00	4 664 443.83	1.07
CHF LOGITECH INTL CHF0.25(REGD) (POST-SUBD)	228 353.00	7 048 839.54	1.62
CHF LONZA GROUP AG CHF1(REGD) (POST-SUBD)	18 137.00	4 027 284.91	0.92
CHF MEYER BURGER TECHN CHF0.05	1 612 643.00	1 903 203.33	0.44
CHF PARTNERS GROUP HLG CHF0.01 (REGD)	10 279.00	5 903 769.88	1.35
CHF SIEGFRIED HLDG AG CHF2(REGD)	6 709.00	1 869 481.49	0.43
CHF STRAUMANN HLDG CHF0.1(REGD)	8 477.00	4 609 414.39	1.06
CHF SWISS LIFE HLDG CHF5.1(REGD)	5 713.00	1 703 566.65	0.39
CHF TEMENOS GROUP AG CHF5(REGD)(CHF)	60 638.00	5 237 391.01	1.20
CHF VAT GROUP AG CHF0.10	20 804.00	2 437 052.18	0.56
Total Switzerland		48 221 937.93	11.05
Total Registered shares		76 514 332.92	17.53
Depository receipts			
The Netherlands			
EUR ABN AMRO GROUP NV DR EACH REP SHS	96 118.00	2 435 630.12	0.56
Total The Netherlands		2 435 630.12	0.56
Total Depository receipts		2 435 630.12	0.56
Total Transferable securities and money market instruments listed on an official stock exchange		424 992 975.66	97.36
Total investments in securities		424 992 975.66	97.36

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Forward Exchange Contracts/ Swaps (Note 1)	as a % of net assets
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Derivative instruments

Derivative instruments listed on an official stock exchange

Financial Futures on Indices

EUR	EURO STOXX 50 INDEX FUTURE 15.12.17	308.00	240 240.00	0.06
Total Financial Futures on Indices			240 240.00	0.06
Total Derivative instruments listed on an official stock exchange			240 240.00	0.06
Total Derivative instruments			240 240.00	0.06
Cash at banks, deposits on demand and deposit accounts and other liquid assets			14 208 507.56	3.25
Other assets and liabilities			-2 909 091.57	-0.67
Total net assets			436 532 631.65	100.00

DIGITAL FUNDS Stars Europe Smaller Companies

Annual Report as of 30 September 2017

Most important figures

Date	ISIN	30.9.2017
Net assets in EUR		20 982 053.02
Class Acc¹	LU1506569588	
Shares outstanding		158 664.4400
Net asset value per share in EUR		132.24

¹ First NAV: 19.12.2016

Performance

	Currency	2016/2017
Class Acc ¹	EUR	-
Benchmark:		
MSCI Europe Small Cap Price Index	EUR	-

¹ Due to the recent launch, there is no data for the calculation of the performance available.

Historical performance is no indicator of current or future performance.
The performance data do not take account of any commissions and costs charged when subscribing and redeeming shares.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets		Economic Breakdown as a % of net assets	
Italy	21.22	Electronics & semiconductors	10.83
Germany	18.55	Mechanical engineering & industrial equipment	9.80
United Kingdom	17.51	Traffic & transportation	9.56
France	9.95	Internet, software & IT services	8.42
Sweden	6.33	Pharmaceuticals, cosmetics & medical products	7.63
Switzerland	5.81	Finance & holding companies	6.17
Denmark	4.85	Lodging, catering & leisure	4.59
The Netherlands	3.33	Miscellaneous services	4.40
Austria	2.24	Electrical devices & components	3.97
Finland	2.15	Chemicals	3.91
Ireland	2.14	Miscellaneous trading companies	3.51
Spain	1.78	Vehicles	2.55
Luxembourg	1.60	Real Estate	2.48
Jersey	1.42	Telecommunications	2.39
Israel	0.61	Energy & water supply	2.36
Portugal	0.26	Insurance	2.26
Norway	0.18	Mining, coal & steel	2.17
Total	99.93	Building industry & materials	1.74
		Banks & credit institutions	1.73
		Computer hardware & network equipment providers	1.40
		Agriculture & fishery	1.20
		Tobacco & alcohol	1.19
		Biotechnology	0.95
		Textiles, garments & leather goods	0.85
		Retail trade, department stores	0.80
		Miscellaneous consumer goods	0.80
		Aerospace industry	0.69
		Healthcare & social services	0.59
		Investment funds	0.58
		Miscellaneous unclassified companies	0.41
		Total	99.93

Statement of Net Assets

	EUR
Assets	30.9.2017
Investments in securities, cost	17 925 888.91
Investments in securities, unrealized appreciation (depreciation)	3 041 677.93
Total investments in securities (Note 1)	20 967 566.84
Cash at banks, deposits on demand and deposit accounts	195 619.65
Receivable on securities sales (Note 1)	3 253 239.59
Receivable on subscriptions	72 956.95
Receivable on dividends	17 427.22
Total Assets	24 506 810.25
Liabilities	
Payable on securities purchases (Note 1)	-3 298 790.20
Provisions for management fees (Note 2)	-24 396.36
Provisions for administration fees (Note 2)	-1 138.50
Provisions for performance fees (Note 2)	-196 034.53
Provisions for depositary fees (Note 2)	-1 138.50
Provisions for taxe d'abonnement (Note 3)	-2 594.25
Provisions for audit fees, legal and economic advice (Note 2)	-664.89
Total provisions	-225 967.03
Total Liabilities	-3 524 757.23
Net assets at the end of the period	20 982 053.02

Statement of Operations

	EUR
Income	19.12.2016-30.9.2017
Interest on liquid assets	273.34
Dividends	119 793.61
Income on securities lending (Note 10)	3 835.55
Total income	123 902.50
Expenses	
Management fees (Note 2)	-73 182.27
Administration fees (Note 2)	-6 264.96
Performance fees (Note 2)	-196 034.53
Depositary fees (Note 2)	-6 264.96
Taxe d'abonnement (Note 3)	-6 405.61
Government fees (Note 2)	-497.08
Audit fees, legal and economic advice (Note 2)	-2 611.75
Cost on securities lending (Note 10)	-1 534.22
Other commissions and fees (Note 2)	-9 115.18
Interest on cash and bank overdraft	-1 564.78
Other expenses	-4.97
Total expenses	-303 480.31
Net income (loss) on investments	-179 577.81
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	-54 251.01
Realized gain (loss) on forward foreign exchange contracts	-974.30
Realized gain (loss) on foreign exchange	-8 971.02
Total realized gain (loss)	-64 196.33
Net realized gain (loss) of the period	-243 774.14
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	3 041 677.93
Total changes in unrealized appreciation (depreciation)	3 041 677.93
Net increase (decrease) in net assets as a result of operations	2 797 903.79

Statement of Changes in Net Assets

	EUR
	19.12.2016-30.9.2017
Net assets at the beginning of the period	0.00
Subscriptions	23 329 649.23
Redemptions	-5 145 500.00
Total net subscriptions (redemptions)	18 184 149.23
Net income (loss) on investments	-179 577.81
Total realized gain (loss)	-64 196.33
Total changes in unrealized appreciation (depreciation)	3 041 677.93
Net increase (decrease) in net assets as a result of operations	2 797 903.79
Net assets at the end of the period	20 982 053.02

Changes in the Number of Shares outstanding

	19.12.2016-30.9.2017
Class	Acc
Number of shares outstanding at the beginning of the period	0.0000
Number of shares issued	208 664.4400
Number of shares redeemed	-50 000.0000
Number of shares outstanding at the end of the period	158 664.4400

Statement of Investments in Securities and other Net Assets as of 30 September 2017

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Forward Exchange Contracts/ Swaps (Note 1)	as a % of net assets
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Transferable securities and money market instruments listed on an official stock exchange

Bearer shares

Austria

EUR	FACC AG NPV	11 708.00	144 593.80	0.69
EUR	FLUGHAFEN WIEN AG NPV(EX SPLIT)	3 288.00	108 504.00	0.52
EUR	POLYTEC HOLDING AG EUR1(BR)	10 769.00	216 133.83	1.03
Total Austria			469 231.63	2.24

Denmark

DKK	AMBU A/S DKK2.5 (POST SPLIT)	4 002.00	262 006.15	1.25
NOK	ASETEK A/S DKK0.1	22 699.00	294 270.12	1.40
DKK	TOPDANMARK AS DKK1	7 405.00	246 478.01	1.17
DKK	WILLIAM DEMANT HOL DKK0.20	9 663.00	215 809.28	1.03
Total Denmark			1 018 563.56	4.85

Finland

EUR	DNA OYJ NPV	16 435.00	243 238.00	1.16
EUR	FINNAIR EURO.85	18 486.00	207 228.06	0.99
Total Finland			450 466.06	2.15

France

EUR	AIR FRANCE-KLM EUR1.00	25 857.00	344 932.38	1.65
EUR	ATEME EURO.14	8 044.00	143 907.16	0.69
EUR	BIOMERIEUX NPV (POST SPLIT)	3 120.00	214 874.40	1.03
EUR	CIE DES ALPES NPV	3 990.00	107 530.50	0.51
EUR	DERICHEBOURG EUR2	40 765.00	361 585.55	1.72
EUR	IPSEN EUR1	1 905.00	214 217.25	1.02
EUR	LE NOBLE AGE EUR2	2 192.00	123 650.72	0.59
EUR	MERSEN EUR2	6 640.00	202 254.40	0.96
EUR	TRIGANO EUR4.25678	2 855.00	374 005.00	1.78
Total France			2 086 957.36	9.95

Germany

EUR	AIXTRON ORD NPV	30 599.00	348 522.61	1.66
EUR	AROUNDTOWN SA EURO.01	42 735.00	258 546.75	1.23
EUR	BASLER AG NPV	933.00	166 447.20	0.79
EUR	BAUER AG NPV (BR)	4 981.00	136 454.50	0.65
EUR	CROPERGIES AG NPV (BR)	19 087.00	200 127.20	0.95
EUR	EVOTEC AG NPV	24 161.00	485 394.49	2.31
EUR	ISRA VISION SYSTEM NPV	1 451.00	231 797.25	1.11
EUR	JENOPTIK AG NPV	8 470.00	237 456.45	1.13
EUR	MBB INDUSTRIES AG NPV(BR)	2 089.00	226 913.45	1.08
EUR	MLP SE NPV	9 053.00	52 806.15	0.25
EUR	QHB TECHNOLOGY AG NPV	2 163.00	88 434.26	0.42
EUR	SILTRONIC AG NPV	3 677.00	386 085.00	1.84
EUR	SUESS MICROTEC SE NPV	10 603.00	177 706.28	0.85
EUR	TECHNOTRANS AG NPV	2 930.00	145 914.00	0.70
EUR	WASHTEC AG NPV	3 573.00	265 473.90	1.27
Total Germany			3 408 079.49	16.24

Ireland

GBP	KEYWORDS STUDIOS P ORD GBPO.01	15 594.00	245 106.93	1.17
Total Ireland			245 106.93	1.17

Israel

GBP	PLUS500 LTD ORD ILS0.01 (DI)	12 638.00	128 652.75	0.61
Total Israel			128 652.75	0.61

Italy

EUR	ASTM SPA EUR1	13 833.00	303 634.35	1.45
EUR	BANCA IFIS EUR1	5 135.00	237 545.10	1.13
EUR	BIESSE EUR1	9 058.00	339 403.26	1.62
EUR	CARRARO SPA EURO.52	57 951.00	259 620.48	1.24
EUR	GEFRAN EUR1	19 141.00	247 301.72	1.18
EUR	GEOX S.P.A. ORD EURO.1	49 228.00	177 909.99	0.85
EUR	IMMSI SPA EURO.52	103 519.00	70 392.92	0.34
EUR	INTERPUMP GROUP EURO.52	7 236.00	190 451.52	0.91
EUR	IRIDE SPA EUR1	105 201.00	238 806.27	1.14
EUR	MAIRE TECNIMONT SP NPV	48 467.00	226 922.49	1.08
EUR	PANARIAGROUP INDUS EURO.5	16 282.00	105 833.00	0.50
EUR	PIAGGIO NPV	93 851.00	248 705.15	1.18
EUR	PRIMA INDUSTRIE SP EUR2.5	6 874.00	277 709.60	1.32
EUR	REPLY SPA EURO.52	1 265.00	257 301.00	1.23
EUR	SABAF SPA EUR1	4 481.00	93 384.04	0.44
EUR	SAES GETTERS NPV	5 060.00	135 355.00	0.64

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Forward Exchange Contracts/ Swaps (Note 1)	as a % of net assets
EUR SOGEFI EURO.52	61 816.00	318 043.32	1.52
EUR TAMBURI INVESTMENT NPV	35 695.00	211 135.93	1.01
EUR TECHNOGYM S P A NPV	22 463.00	168 360.19	0.80
EUR ZIGNAGO VETRO EURO.1	10 612.00	86 169.44	0.41
Total Italy		4 193 984.77	19.99
Jersey			
GBP BOOHOO.COM PLC ORD GBP0.01	123 910.00	297 416.47	1.42
Total Jersey		297 416.47	1.42
Luxembourg			
EUR CORESTATE CAPHLDG NPV	4 120.00	205 414.96	0.98
EUR SOLUTION 30 SE EURO.51 (POST SUBD)	4 593.00	131 130.15	0.62
Total Luxembourg		336 545.11	1.60
The Netherlands			
EUR ASR NEDERLAND N.V. EURO.16	6 757.00	228 690.67	1.09
EUR FORFARMERS NV EURO.01	22 892.00	251 812.00	1.20
EUR PHILIPS LIGHTING EURO.01	6 367.00	217 433.05	1.04
Total The Netherlands		697 935.72	3.33
Norway			
NOK WILH WILHELSEN NOK1	7 396.00	38 352.73	0.18
Total Norway		38 352.73	0.18
Portugal			
EUR CORTICEIRA AMORIM EUR1	4 629.00	54 923.09	0.26
Total Portugal		54 923.09	0.26
Spain			
EUR FLUIDRA SA EUR1	16 199.00	144 414.09	0.69
EUR MASMOVIL IBERCOM EURO.10	3 553.00	229 168.50	1.09
Total Spain		373 582.59	1.78
Sweden			
SEK G5 ENTERTAINMENT NPV	11 060.00	362 762.74	1.73
SEK LEOVEGAS AB NPV	41 322.00	295 477.39	1.41
SEK NOLATO AB SER'B'NPV	4 340.00	176 756.79	0.84
SEK SAS AB NPV	96 145.00	260 052.51	1.24
SEK SCANDIC HOTELS GRO NPV	20 109.00	232 879.81	1.11
Total Sweden		1 327 929.24	6.33
Switzerland			
CHF GURIT HOLDING AG CHF50 (BR)	213.00	206 874.45	0.99
GBP WIZZ AIR HLDGS PLC ORD GBP0.0001	7 573.00	245 886.17	1.17
Total Switzerland		452 760.62	2.16
United Kingdom			
GBP BLUE PRISM GROUP P ORD GBP0.01	20 289.00	231 636.45	1.10
GBP BURFORD CAPITAL LT ORD NPV	24 300.00	285 426.90	1.36
GBP CONVIVIALITY PLC ORD GBP0.0002	53 416.00	249 756.53	1.19
GBP ELECTROCOMPONENTS ORD GBP0.10	43 257.00	304 857.07	1.45
GBP FERREXPO PLC ORD GBP0.10	137 033.00	454 727.07	2.17
GBP GAMES WORKSHOP GRP ORD GBP0.05	7 538.00	168 441.90	0.80
GBP HOMESERVE ORD GBP0.0269230769	27 114.00	256 014.87	1.22
GBP IQE ORD GBP0.01	337 535.00	477 867.68	2.28
GBP JACKPOTJOY PLC ORD GBP0.1	12 494.00	114 709.21	0.55
GBP PURPLEBRICKS GROUP ORD GBP0.01	24 209.00	106 462.55	0.51
GBP SOPHOS GROUP PLC ORD GBP0.03	46 030.00	287 049.60	1.37
GBP STOBART GROUP LTD ORD GBP0.10	39 739.00	121 857.02	0.58
GBP WATKIN JONES PLC ORD GBP0.01	105 147.00	261 330.01	1.24
GBP WETHERSPOON (J.D) ORD GBP0.02	17 518.00	249 503.43	1.19
Total United Kingdom		3 569 640.29	17.01
Total Bearer shares		19 150 128.41	91.27
Other shares			
Ireland			
GBP GRAFTON GROUP UT(1 ORD 1 C ORD & 5 A ORD)	21 580.00	203 517.02	0.97
Total Ireland		203 517.02	0.97
Total Other shares		203 517.02	0.97
Registered shares			
Germany			
EUR GRENKE AG	3 147.00	248 140.95	1.18
EUR HAMBURGER HAFEN NPV (REGD)	8 907.00	237 371.55	1.13
Total Germany		485 512.50	2.31

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Forward Exchange Contracts/ Swaps (Note 1)	as a % of net assets
Italy			
EUR SIAS EURO.50	19 169.00	258 973.19	1.23
Total Italy		258 973.19	1.23
Switzerland			
CHF BOSSARD HLDGS AG CHF5	1 127.00	220 789.78	1.05
CHF SIEGFRIED HLDG AG CHF2(REGD)	753.00	209 825.54	1.00
CHF STRAUMANN HLDG CHF0.1(REGD)	385.00	209 345.82	1.00
CHF SWISSQUOTE GP HLDG CHF0.20 (REGD)	3 933.00	124 980.30	0.60
Total Switzerland		764 941.44	3.65
Total Registered shares		1 509 427.13	7.19
Total Transferable securities and money market instruments listed on an official stock exchange		20 863 072.56	99.43
Transferable securities and money market instruments traded on another regulated market			
Bearer shares			
United Kingdom			
GBP TREATT ORD GBP0.02	19 973.00	104 494.28	0.50
Total United Kingdom		104 494.28	0.50
Total Bearer shares		104 494.28	0.50
Total Transferable securities and money market instruments traded on another regulated market		104 494.28	0.50
Total investments in securities		20 967 566.84	99.93
Cash at banks, deposits on demand and deposit accounts and other liquid assets		195 619.65	0.93
Other assets and liabilities		-181 133.47	-0.86
Total net assets		20 982 053.02	100.00

Notes to the Financial Statements

Annual Report as of 30 September 2017
DIGITAL FUNDS

Note 1 – Summary of significant accounting policies

The financial statements have been prepared in accordance with the generally accepted accounting principles for investment funds in Luxembourg. The significant accounting policies are summarised as follows:

a) Calculation of the net asset value

Unless otherwise described under Chapter 1 of the prospectus, the net asset value per share of the individual subfunds (the "Net Asset Value") is calculated on each business day of the Administration Agent (hereinafter called "Valuation Day"). In this context, "business day" refers to the normal bank business day (i.e. each day on which banks are open during normal hours) in Luxembourg, with the exception of individual, non-statutory rest days as well as days on which exchanges in the main countries in which the subfund invests are closed or 50% or more subfund investments cannot be adequately valued. Non-statutory rest days are days on which individual banks and financial institutions are closed. The Net Asset Value of each subfund is equal to the total assets of that subfund less its liabilities. The Net Asset Value of each subfund will be expressed in the currency of the relevant subfund as further described under Chapter 1 of the prospectus (except when there exists any state of affairs which, in the opinion of the Board of Directors, makes the determination in the currency of the relevant subfund either not reasonably practical or prejudicial to the shareholders, the Net Asset Value may temporarily be determined in such other currency as the Board of Directors may determine) and shall be determined in respect of any Valuation Day by dividing the total net assets of the subfund by the number of its shares then outstanding. The Net Asset Value per share of the individual subfunds is calculated on the basis of the last known prices (i.e. closing prices or if such do not reflect reasonable market value in the opinion of the Board of Directors, the last available prices at the time of valuation) on each business day in Luxembourg, unless otherwise described under Chapter 1 of the prospectus.

The total net assets of the Fund are expressed in EUR and correspond to the difference between the total assets of the Fund and its total liabilities. For the purpose of this calculation, the net assets of each subfund, if they are not denominated in EUR, are converted into EUR and added together.

Without prejudice to the regulations of each subfund, the Valuation of each subfund and of each of the different share classes follows the criteria below:

b) Valuation principles

- The value of any cash in hand or on deposit, bills and demand notes and accounts receivable, prepaid expenses, cash dividends and interest declared or accrued as aforesaid and not yet received is deemed to be the full amount thereof, unless in any case the same is unlikely to be paid or received in full, in which case the value thereof is arrived at after making such discount as may be considered appropriate in such case to reflect the true value thereof.
- Securities, derivatives and other investments listed on an official stock exchange are valued at the last known market prices. If the same security, derivative or other investment is quoted on several stock exchanges, the last available quotation on the stock exchange that represents the major market for this investment will apply.
In the case of securities, derivatives and other investments where trading of these assets on the stock exchange is thin but which are traded between securities dealers on a secondary market using standard market price formation methods, the Fund can use the prices on this secondary market as the basis for the valuation of these securities, derivatives and other investments. Securities, derivatives and other investments that are not listed on a stock exchange, but that are traded on another regulated market which is recognised, open to the public and operates regularly, in a due and orderly fashion, are valued at the last available price on this market.
- Securities and other investments that are not listed on a stock exchange or traded on any other regulated market, and for which no reliable and appropriate price can be obtained, will be valued by the Fund according to other principles chosen by it in good faith on the basis of the likely sales prices.
- The valuation of derivatives that are not listed on a stock exchange (OTC derivatives) is made by reference to independent pricing sources. In case only one independent pricing source of a derivative is available, the plausibility of the valuation price obtained will be verified by employing methods of calculation recognised by the Board of Directors and the auditors, based on the market value of the underlying instrument from which the derivative has been derived.

- Units or shares of other undertakings for collective investment in transferable securities (“UCITS”) and/or undertakings for collective investment (“UCI”) will be valued at their last Net Asset Value. Certain units or shares of other UCITS and/or UCI may be valued based on an estimate of the value provided by a reliable price provider independent from the target fund’s investment manager or investment adviser (Estimated Pricing).
- For money market instruments, the valuation price will be gradually adjusted to the redemption price, based on the net acquisition price and retaining the ensuing yield. In the event of a significant change in market conditions, the basis for the valuation of different investments will be brought into line with the new market yields.
- For subfunds that predominantly invest in money market instruments,
 - (i) securities with a residual maturity of less than 12 months are valued in accordance with the ESMA guidelines for money market instruments;
 - (ii) interest income earned by subfunds up to and including the second valuation date following the valuation date concerned is included in the valuation of the assets of the subfunds concerned. The asset value per share on a given valuation date therefore includes projected interest earnings as at two valuation dates hence.
- Securities, money market instruments, derivatives and other investments that are denominated in a currency other than the currency of account of the relevant subfund and which are not hedged by means of currency transactions are valued at the middle currency rate (midway between the bid and offer rate) obtained from external price providers.
- Time deposits and fiduciary investments are valued at their nominal value plus accumulated interest.
- The value of swap transactions is calculated by the counterpart to the swap transaction and a second independent valuation is made available by another external service provider. The calculation is based on the net present value of all cash flows, both inflows and outflows. In some specific cases, internal calculations based on models and market data available from Bloomberg and/or broker statement valuations may be used. The valuation methods depend on the respective security and are determined pursuant to the Administrative Agent’s Valuation Policy based on market value. This valuation method is recognised by the Board of Directors.

The Fund is entitled to apply other appropriate valuation principles which have been determined by it in good faith and are generally accepted and verifiable by auditors to the Fund’s assets as a whole or of an individual subfund if the above criteria are deemed impossible or inappropriate for accurately determining the value of the subfunds concerned due to extraordinary circumstances or events.

In the event of extraordinary circumstances or events, additional valuations, which will affect the prices of the shares to be subsequently issued or redeemed, may be carried out within one day.

c) Net realized gain (loss) on sales of securities

The realized gains or losses on the sales of securities are calculated on the basis of the average cost of the securities sold.

d) Valuation of forward foreign exchange contracts

The unrealized gain (loss) of outstanding forward foreign exchange contracts is valued on the basis of the forward exchange rates prevailing at valuation date.

e) Valuation of financial futures contracts

Financial futures contracts are valued based on the latest available published price applicable on the valuation date. Realized gains and losses and the changes in unrealized gains and losses are recorded in the statement of operations. The realized gains and losses are calculated in accordance with the FIFO method, i.e. the first contracts acquired are regarded as the first to be sold.

f) Conversion of foreign currencies

Bank accounts, other net assets and the valuation of the investments in securities held denominated in currencies other than the reference currency of the different subfunds are converted at the mid closing spot rates on the valuation date. Income and expenses denominated in currencies other than the currency of the different subfunds are converted at the mid closing spot rates at payment date. Gain or loss on foreign exchange is included in the statement of operations.

The cost of securities denominated in currencies other than the reference currency of the different subfunds is converted at the mid closing spot rate prevailing on the day of acquisition.

g) Consolidated financial statements

The consolidated financial statements of the Fund are expressed in EUR. The various items of the consolidated statement of net assets and the consolidated statement of operations as of 30 September 2017 of the Fund are equal to the sum of the corresponding items in the financial statements of each subfund.

h) Receivable on securities sales, Payable on securities purchases

The account "Receivable on securities sales" can also include receivables from foreign currency transactions. The account "Payable on securities purchases" can also include payables from foreign currency transactions.

i) Income recognition

Dividends, net of withholding taxes, are recognized as income on the date upon which the relevant securities are first listed as "ex-dividend". Interest income is accrued on a daily basis.

Note 2 – Charges and Expenses

a) Management Fee

DIGITAL FUNDS Stars Europe

The Management Company is entitled to a management fee payable on a monthly basis at the following annual rates of the average net asset values of the subfund during the relevant month:

- Classes "Acc", "GBP", "USD" and "D": 1.50% (excluding taxes).
- Class "R": 2.00% (excluding taxes).
- Class "I": Maximum 1.00% (excluding taxes).

DIGITAL FUNDS Stars Europe Ex-UK

The Management Company is entitled to a management fee payable on a monthly basis at an annual rate of 1.50% (excluding taxes) for Classes "Acc" and "GBP" of the average net asset values of the subfund during the relevant month.

The Management Company is entitled to a management fee payable on a monthly basis at an annual rate of maximum 1.00% (excluding taxes) for Class "I" of the average net asset values of the subfund during the relevant month.

The Management Company is entitled to a management fee payable on a monthly basis at an annual rate of maximum 1.30% (excluding taxes) for

Class "ZAR" of the average net asset values of the subfund during the relevant month.

DIGITAL FUNDS Stars Europe Smaller Companies

The Management Company is entitled to a management fee payable on a monthly basis at the annual rate of 1.50% (excluding taxes) of the average net asset values of the subfund during the relevant month.

b) Performance Fee

DIGITAL FUNDS Stars Europe

As long as the subfund is in existence, the Management Company will receive within five business days of the last business day of each twelve-month period starting on the last Business Day of September (the "Period") an annual performance fee of 15% for Classes "Acc", "GBP", "USD", "D", "I" and 20% for Class "R" (excluding taxes) of the net assets (converted in shares classes currency) out performance of the MSCI Europe Small Cap Index (or any other suitable index should this benchmark be replaced or changed upon decision of the Board of Directors) during the Period (adjusted on a pro rata temporis basis for subscriptions and redemptions made in the subfund during the Period) (the "Performance Index").

For the unhedged Shares classes, the benchmark is converted into Shares class currency.

For the hedged shares classes, the benchmark is hedged against the Shares class currency.

The performance fee is crystallized for redemptions.

The performance fee will be accrued daily and paid out to the Management Company within five business days of the last business day of each Period.

DIGITAL FUNDS Stars Europe Ex-UK

As long as the subfund is in existence, the Management Company will receive within five business days of the last business day of each twelve-month period starting on the last Business Day of September (the "Period") an annual performance fee of 15% (excluding taxes) of the net assets out performance of the MSCI Europe Ex-UK Small Cap Index (converted in Shares classes currency) (or any other suitable index should this benchmark be replaced or changed upon decision of the Board of Directors) during the Period (adjusted on a pro rata temporis basis for subscriptions and redemptions made in the subfund during

the Period) (the "Performance Index"). As an exception to the above, the Management Company will not receive an annual performance fee on assets invested in the Class "ZAR".

For the unhedged Shares classes, the benchmark is converted into Shares class currency.

For the hedged Shares classes, the benchmark is hedged against the Shares class currency.

The performance fee is crystallized for redemptions.

The performance fee will be accrued daily and paid out to the Management Company within five business days of the last business day of each Period.

DIGITAL FUNDS Stars Europe Smaller Companies

As long as the subfund is in existence, the Management Company will receive within five business days of the last business day of each twelve-month period starting on the last Business Day of September (the "Period") an annual performance fee of 15% (excluding taxes) of the net assets out performance of the MSCI Europe Small Cap Index (or any other suitable index should this benchmark be replaced or changed upon decision of the Board of Directors, in such case the CSSF and investors will be informed prior to the change) during the Period (adjusted on a pro rata temporis basis for subscriptions and redemptions made in the subfund during the Period) (the "Performance Index").

The performance fee is crystallized for redemptions.

The performance fee will be accrued daily and paid out to the Management Company within five business days of the last business day of each Period.

For purposes of applying the performance fee rate, the Management Company begins each twelve-months period with zero gains. If there is an under performance at the end of the twelve-months period, it will not be carried forward in the following twelve-months period; under performance means that the net asset value increase or decrease is less than the increase or more than the decrease respectively of the Performance Index.

Performance in net assets means the difference (positive or negative) between the net assets at the end of the Period (after deduction of management fees and other liabilities, but before deduction of current

performance fees and adjusted on a temporary basis for subscriptions and redemptions made during the Period) and the net assets as of the beginning of the Period.

The management fee is paid to the Management Company whether or not the subfund generates a profit.

c) Other Charges and Expenses

The preliminary expenses incurred in the formation of the Fund including:

- the preparation and the publication of the prospectus,
- various fees and taxes to be paid to a Public Notary, tax authorities, (Luxembourg) Stock Exchange,
- printing costs and all other expenses related to the incorporation of the Fund were payable by the Fund from the proceeds of the offering, subject to otherwise provided by the Board of Directors.

Such preliminary expenses will be written off over a period not exceeding five accounting years. The preliminary expenses will only be borne by the subfunds which will be initially launched. Further subfunds will only bear the preliminary expenses relating to their own launching.

The fees and costs of the Depositary and of the Central Administration and Domiciliation Agent are borne by the Fund and shall be those generally charged in Luxembourg with a maximum of 0.25% per annum. They represent an annual percentage of the net assets and are paid on a monthly basis.

The Fund will bear the following operating and administrative expenses: fees and expenses relating to the Fund's permanent representatives in countries where registration fees are due, as well as legal, audit, promotion, printing and publication of sales documents and periodical financial reports fees and expenses as well as expenses relating to agents of the Fund. Costs relating to general meetings of shareholders or of the Board of Directors, travel expenses for administrators and directors, in a reasonable amount; directors' fees, registration fees and all taxes paid to governmental or stock-exchange authorities, as well as publication costs in relation with the issue and redemption of Shares and other expenses, such as financial, bank or broker expenses charged for the selling or buying of assets; and all other administrative expenses are to be considered and taken into

account as costs and expenses relating modification of the Articles of Incorporation and the prospectus.

Fees and expenses that can not be attributed to one single subfund will either be ascribed to all subfunds on an equal basis or will be prorated on basis of the Net Asset Value of each subfund, if the amount and cause justify doing so.

Note 3 – Taxe d’abonnement

In accordance with the law and the regulations currently in force, the company is subject in Luxembourg to the subscription tax at the annual rate of 0.05%, or a reduced taxe d’abonnement amounting to 0.01% p.a. for institutional share classes, payable quarterly and calculated on the basis of its net assets at the end of each quarter.

Note 4 – Distribution

DIGITAL FUNDS Stars Europe

This subfund will pursue both an accumulation policy and a distribution policy, as listed below:

- Shares of Class “Acc”, “I” and “R” in EUR, Shares of Class “USD” in USD (= accumulation shares), which bring them no rights to distributions. The income attached to these Shares is automatically reinvested.
- Shares of Classes “GBP” and “D” (= distribution shares), which entitle the shareholder to an annual distribution.

For the fiscal year ending 30 September 2016 the following dividend has been paid out to the shareholders:

DIGITAL FUNDS Stars Europe D

Ex-Date	Pay Date	EUR
31.10.2016	3.11.2016	2.81

DIGITAL FUNDS Stars Europe Ex-UK

This subfund will pursue both an accumulation policy and a distribution policy, as listed below:

- Shares of Class “Acc” and “I” in EUR and shares of Class “ZAR” in ZAR (= accumulation shares), which bring them no rights to distributions. The share class ZAR was in circulation until 12 May 2017. The income attached to these shares is automatically reinvested.

- Shares of Class “GBP” in GBP (= distribution shares), which entitle the shareholder to an annual distribution.

For the fiscal year ending 30 September 2016, no dividend has been paid out to the shareholders.

DIGITAL FUNDS Stars Europe Smaller Companies

This subfund will pursue an accumulation policy (no rights to distributions). The income attached to these Shares is automatically reinvested.

Note 5 – Commitments on Financial Futures

Commitments on Financial Futures per subfund and respective currency as of 30 September 2017 can be summarised as follows:

DIGITAL FUNDS	Financial Futures on Indices (bought)	Financial Futures on Indices (sold)
Stars Europe	14 911 920.00 EUR	- EUR
Stars Europe Ex-UK	11 014 080.00 EUR	- EUR

Note 6 – Soft commission arrangements

During the period from 1 October 2016 until 30 September 2017, no “soft commission arrangements” were entered into on behalf of DIGITAL FUNDS and “soft commissions” amount to nil.

Note 7 – Total Expense Ratio (TER)

This ratio was calculated in accordance with the Swiss Funds and Asset Management Association (SFAMA) “Guidelines on the calculation and disclosure of the TER” in the current version and expresses the sum of all costs and commissions charged on an ongoing basis to the net assets (operating expenses) taken retrospectively as a percentage of the net assets.

TER for the last 12 months:

DIGITAL FUNDS	Total Expense Ratio (TER)	thereof Performance fee
Stars Europe Acc	2.51%	0.85%
Stars Europe D	2.47%	0.81%
Stars Europe GBP	2.58%	0.93%
Stars Europe I	2.36%	1.26%
Stars Europe R	3.10%	0.94%
Stars Europe USD	2.67%	1.01%

DIGITAL FUNDS	Total Expense Ratio (TER)	thereof Performance fee
Stars Europe Ex-UK Acc	2.50%	0.84%
Stars Europe Ex-UK GBP	2.60%	0.94%
Stars Europe Ex-UK I	1.97%	1.00%
Stars Europe Smaller Companies Acc	2.85%	1.71%

TER for classes of shares which were active less than a 12 month period are annualised.

Transaction costs and any other costs incurred in connection with currency hedging are not included in the TER.

Note 8 – Transaction costs

Transaction costs include brokerage fees, stamp duty, local taxes and other foreign charges if incurred during the period. Transaction fees are included in the cost of securities purchased and sold.

For the financial year ended on 30 September 2017, the Company incurred transaction costs relating to purchase or sale of investments in securities and similar transactions as follows:

DIGITAL FUNDS	Transaction costs
Stars Europe	1 049 124.73 EUR
Stars Europe Ex-UK	726 633.30 EUR
Stars Europe Smaller Companies	63 828.87 EUR

Not all transaction costs are separately identifiable. For fixed income investments, forward currency contracts and other derivative contracts, transaction costs will be included in the purchase and sale price of the investment. Whilst not separately identifiable these transaction costs will be captured within the performance of each subfund.

Note 9 – Official language

The English version of these financial statements is the authoritative version and only this version was audited by the auditors. However, in the case of Fund shares sold to investors from other countries in which Fund shares can be bought and sold, the Fund and the Depositary may recognize approved translations (i.e. approved by the Fund and the Depositary) into the languages concerned as binding upon themselves.

Note 10 – OTC Derivatives and Securities Lending

If the Fund enters into OTC transactions, it may be exposed to risks related to the creditworthiness of the OTC counterparties: when the Fund enters into futures contracts, options and swap transactions or uses other derivative techniques it is subject to the risk that an OTC counterparty may not meet (or cannot meet) its obligations under a specific or multiple contracts. Counterparty risk can be reduced by depositing a security. If the Fund is owed a security pursuant to an applicable agreement, such security shall be held in custody by the Depositary in favour of the Fund. Bankruptcy and insolvency events or other credit events with the OTC counterparty, the Depositary or within their subdepository/correspondent bank network may result in the rights or recognition of the Fund in connection with the security to be delayed, restricted or even eliminated, which would force the Fund to fulfil its obligations in the framework of the OTC transaction, in spite of any security that had previously been made available to cover any such obligation.

The Fund may lend portions of its securities portfolio to third parties. In general, lendings may only be effected via recognized clearing houses such as Clearstream International or Euroclear, or through the intermediary of prime financial institutions that specialise in such activities and in the modus specified by them. Securities lending income and costs are shown separately in the Statement of Operations. Collateral is received in relation to securities lent. Collateral is composed of high quality securities in an amount typically at least equal to the market value of the securities loaned.

OTC-Derivatives*

The OTC-derivatives of the below subfunds with no collateral have margin accounts instead.

Subfund Counterparty	Unrealized gain (loss)	Collateral received
DIGITAL FUNDS Stars Europe		
UBS AG	-41 960.03 EUR	15 083.73 EUR

* Derivatives traded on an official exchange are not included in this table as they are guaranteed by a clearing house. In the event of a counterparty default the clearing house assumes the risk of loss.

DIGITAL FUNDS Stars Europe	
Composition of collateral by type of assets	Weight %
UBS AG	
Cash	100.00%
Bonds	0.00%
Equities	0.00%

Securities Lending

DIGITAL FUNDS	Counterparty Exposure from Securities Lending as of 30 September 2017		Collateral Breakdown (Weight in %) as of 30 September 2017		
	Market value of securities lent	Collateral (UBS Switzerland AG)	Equities	Bonds	Cash
Stars Europe	143 352 634.26 EUR	150 228 983.33 EUR	98.47	1.53	0.00
Stars Europe Ex-UK	118 656 285.86 EUR	124 347 998.78 EUR	98.47	1.53	0.00
Stars Europe Smaller Companies	4 677 443.07 EUR	4 901 810.98 EUR	98.47	1.53	0.00

1) Global Exposure

Risk management

Commitment approach is applied in accordance with the applicable laws and regulatory provisions.

Leverage

Leverage is defined pursuant to the applicable ESMA directives as the total of the notional values of the derivatives used by the respective subfund. According to this definition, leverage may result in artificially increased leverage amounts, as some derivatives that can be used for hedging purposes may be included in the calculation. Consequently, this information does not necessarily reflect the precise actual leverage risk that the investor is exposed to.

Subfunds	Global risk calculation method
DIGITAL FUNDS Stars Europe	Commitment approach
DIGITAL FUNDS Stars Europe Ex-UK	Commitment approach
DIGITAL FUNDS Stars Europe Smaller Companies	Commitment approach

2) Remuneration Policy and quantitative disclosure

The remuneration policy of the Management Company is consistent with and promotes sound and effective risk management and does not encourage risk-taking which is inconsistent with the risk profile, rules or instruments of incorporation of the Fund managed.

The remuneration policy reflects the Management Company's objectives for good corporate governance as well as sustained and long-term value creation for the shareholders. The remuneration policy has been designed and implemented to:

- support actively the achievement of the Management Company's strategy and objectives;
- support the competitiveness of the Management Company in the markets it operates;

- be able to attract, develop and retain high-performing and motivated employees; and
- address any situations of conflicts of interest. For that purpose, the Management Company has implemented and maintains an adequate management of conflicts of interest policy.

Employees of the Management Company are offered a competitive and market-aligned remuneration package making fixed salaries a significant component of their total package. Moreover, the assessment of performance is set in a multi-year framework appropriate to the holding period recommended to the investors of the Fund in order to ensure that the assessment process is based on the longer-term performance of the Fund and its investment risks and that the actual payment of performance-based components of remuneration is spread over the same period.

The Management Company complies with the remuneration principles described above in a way and to the extent that is appropriate to its size, internal organisation and the nature, scope and complexity of its activities. Moreover, the principles of the remuneration policy are reviewed on a regular basis and adapted to the evolving regulatory framework. The remuneration policy has been approved by the Board of directors of the Management Company.

For the Management Company fiscal year ending 31 December 2016, the aggregate total remuneration paid by J.Chahine Capital to all management company staff amounted to EUR 866 739 of which EUR 264 625 represented the variable remuneration.

The Management Company employed an average of 87 staff (full time equivalent) during this period. The aggregate total remuneration paid by J.Chahine Capital to the "Identified staff" amounted to EUR 472 062.

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3) Collateral

	DIGITAL FUNDS Stars Europe (EUR) (in %)	DIGITAL FUNDS Stars Europe Ex-UK (EUR) (in %)	DIGITAL FUNDS Stars Europe Smaller Companies (EUR) (in %)
by Country:			
– Australia	20.28	20.28	20.28
– Austria	0.03	0.03	0.03
– Bermuda	0.23	0.23	0.23
– Canada	0.19	0.19	0.19
– Cayman Islands	0.01	0.01	0.01
– France	1.40	1.40	1.40
– Germany	12.06	12.06	12.06
– Ireland	0.05	0.05	0.05
– Italy	16.58	16.58	16.58
– Spain	23.70	23.70	23.70
– Switzerland	23.83	23.83	23.83
– The Netherlands	0.05	0.05	0.05
– United States of America	1.59	1.59	1.59
Total	100.00	100.00	100.00
by Credit Rating (Bonds):			
– Rating > AA-	91.37	91.37	91.37
– Rating <= AA-	8.63	8.63	8.63
– without Rating	0.00	0.00	0.00
Total	100.00	100.00	100.00

4) Securities Financing Transaction Regulation (SFTR)

The Fund engages in Securities Financing Transactions (hereafter “SFT”) (as defined in Article 3 of Regulation (EU) 2015/2365). Securities Financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions through its exposure on reverse repurchase agreements during the year. In accordance with Article 13 of the Regulation, information on securities lendings are detailed below:

Global Data

The following table details the value of securities lending as a proportion of the subfund’s Net Assets Value as well as a proportion of the total lendable securities, as at 30 September 2017.

DIGITAL FUNDS	Securities lent in % of Net Assets	Securities lent in % of Total Lendable Securities
Stars Europe	33.31%	34.50%
Stars Europe Ex-UK	27.18%	27.85%
Stars Europe Smaller Companies	22.29%	22.32%

The total amount (absolute value) of the securities lent is disclosed in Note 10 - OTC Derivatives and Securities Lending.

Data on collateral reused

Amount of collateral reused, compared with the maximum amount disclosed to investors: None

Cash collateral reinvestment income to the Fund: None

Concentration Data

Ten largest collateral issuers of SFTs per subfund:

	DIGITAL FUNDS Stars Europe (EUR)	DIGITAL FUNDS Stars Europe Ex-UK (EUR)	DIGITAL FUNDS Stars Europe Smaller Companies (EUR)
Iberdrola SA	24 549 541.11	20 320 222.10	801 025.26
A2A SPA	12 056 417.29	9 979 375.02	393 388.00
Challenger Ltd / Australia	10 696 169.34	8 853 466.37	349 004.56
Chocoladefabriken Lindt Spruengli AG	9 994 915.72	8 273 022.56	326 123.41
TATTS Group Ltd	8 737 499.22	7 232 229.88	285 095.25
Assicurazioni Generali SPA	8 175 483.04	6 767 036.11	266 757.26
Aurizon Holdings Ltd	7 321 908.61	6 060 512.84	238 906.04
Wirecard AG	6 128 575.60	5 072 763.55	199 968.86
Pargesa Holding SA	5 674 827.22	4 697 185.54	185 163.54
K+S AG	4 622 254.23	3 825 946.57	150 819.21

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The ten largest issuers of SFTs

All SFTs of the subfunds of this Fund are held with one counterparty being UBS Switzerland AG.

Safekeeping of collateral received by the Fund as part of SFTs

100% held by UBS Switzerland AG

Safekeeping of collateral granted by the Fund through SFTs

None

Aggregate transaction data separately broken down for each type of SFTs

Type and quality of collateral:

The information on

- Type of collateral is available in Note 10 “OTC Derivatives and Securities Lending”.
- Quality of collateral is available in Unaudited Information 3) Collateral “by Credit Rating (Bonds)”.

Maturity tenor of collateral

	DIGITAL FUNDS Stars Europe (EUR)	DIGITAL FUNDS Stars Europe Ex-UK (EUR)	DIGITAL FUNDS Stars Europe Smaller Companies (EUR)
Up to 1 day	-	-	-
1 day to 1 week	-	-	-
1 week to 1 month	-	-	-
1 month to 3 months	-	-	-
3 months to 1 year	-	-	-
Above 1 year	2 224 274.35	1 841 083.25	72 575.69
Unlimited	148 004 708.98	122 506 915.53	4 829 235.29

Currency of collateral

Currency of collateral	Percentage
EUR	52.32%
CHF	23.83%
AUD	20.64%
GBP	1.55%
USD	1.47%
CAD	0.19%
Total	100.00%

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Maturity tenor of SFTs broken down by maturity buckets:

	DIGITAL FUNDS Stars Europe (EUR)	DIGITAL FUNDS Stars Europe Ex-UK (EUR)	DIGITAL FUNDS Stars Europe Smaller Companies (EUR)
Up to 1 day	143 352 634.26	118 656 285.86	4 677 443.07
1 day to 1 week	-	-	-
1 week to 1 month	-	-	-
1 month to 3 months	-	-	-
3 months to 1 year	-	-	-
Above 1 year	-	-	-
Unlimited	-	-	-

Country in which the counterparties of the SFTs are established:

100% Switzerland (UBS Switzerland AG)

Settlement and clearing of trade

	DIGITAL FUNDS Stars Europe (EUR) Securities Lending	DIGITAL FUNDS Stars Europe Ex-UK (EUR) Securities Lending	DIGITAL FUNDS Stars Europe Smaller Companies (EUR) Securities Lending
Settlement and clearing of trade			
Central counterparty	-	-	-
Bilateral	-	-	-
Tri-party	143 352 634.26 EUR	118 656 285.86 EUR	4 677 443.07 EUR

Data on income and expense for each type of SFT

All expenses related to the execution of securities lending transactions including collateralization are borne by the Counterparties and the Depository. The breakdown of the income on securities lending disclosed in the statement of operations is as follows:

- 60% payable to the Fund
- 40% payable to the Securities Lending Agent

Income-Ratio (Fund)

DIGITAL FUNDS	Percentage
Stars Europe	0.48%
Stars Europe Ex-UK	0.53%
Stars Europe Smaller Companies	0.08%

Expense-Ratio (Securities Lending Agent)

DIGITAL FUNDS	Percentage
Stars Europe	0.19%
Stars Europe Ex-UK	0.21%
Stars Europe Smaller Companies	0.03%